AGENDA

MEETING OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE CITY OF HOLLISTER REDEVELOPMENT AGENCY

DATE: Thurs., October 3, 2013 Time: 3:00 P.M. City Hall 375 Fifth St., Hollister, CA

ANYONE WISHING TO ADDRESS THE OVERSIGHT BOARD PLEASE STEP FORWARD AND STATE YOUR NAME AND ADDRESS TO THE SECRETARY

This Oversight Board has been created pursuant to §34161 through §34190 of the Health and Safety Code for the sole purpose of overseeing the actions of the Successor Agency to the City of Hollister Redevelopment Agency. In accordance with §34179 (h) of the Health and Safety Code, all Oversight Board ("Board") actions shall not be effective for five business days, pending a request for review by the State Department of Finance ("Department"). In the event that the Department requests a review of a given Board action, it shall have forty days from the date of its request to approve the Oversight Board action or return it to the Board for reconsideration. In the event that the Department returns the Board action to the Board for reconsideration, the Board shall resubmit the modified action for Department approval, and the modified Board action shall not become effective until approved by the Department.

Persons who wish to speak on matters set for Public Hearing will be heard when the presiding officer calls for comments from those persons who are in support of/or in opposition hereto. After persons have spoken, the hearing is closed and brought to Commission level for discussion and action. There is no further comment permitted from the audience unless requested by the Chairman.

Call to Order

Pledge of Allegiance

Roll Call: Members: Bill Avera, Jamie De La Cruz, Holly McWhinnie, Steve Kinsella, Robert Scattini, Helen Swanson, John Tobias

Verification of Agenda Posting

- A. Communications from the Public on Items Not Listed on the Agenda: This is the time for anyone in the audience to speak on any item not on the agenda and within the subject matter jurisdiction of the Oversight Board. When the Oversight Board calls your name, please come to the podium, state your name and address for the record, and speak to the Board. Each speaker will be limited to 2 minutes. Please note that state law prohibits the Oversight Board from discussing or taking action on any item not on the agenda.
- B. Consent None
- C. Public Hearing [PAGES 4-19]
- Resolution No. 2013-05 OB, A Resolution of the Oversight Board of the Successor Agency for the Hollister Redevelopment Agency Confirming Certain Transfers and Taking Related Actions in Connection with Governmental Use Properties.

Resolution No. 2013-06 OB, A Resolution of the Oversight Board of the Successor Agency for the Hollister Redevelopment Agency approving the submittal of the City of Hollister Successor Agency Long Range Property Management Plan to the Department of Finance in accordance with Health and Safety Code Section 34191.(5)(b).

Open Public Hearing. Conduct Public Hearing. Close Public Hearing.

The Oversight Board should conduct the public hearing in conjunction with its consideration of the Successor Agency's proposed Long Range Property Management Plan; the Oversight Board will consider whether to direct the Successor Agency to transfer the Proposed Transfer Properties (Fire Station 1 at 110 Fifth Street a portion of Briggs Alley) to the City, in in accordance with Health and Safety Code Section 34181(a). Health and Safety Code Section 34181(a) expressly authorizes the transfer to the City of properties that are used for governmental purposes.

- D. Reports of the Successor Agency, Board, and County Auditor Controller.
 - Reports from Successor Agency Staff.
 - 2. Reports from the Oversight Board members.

3. Report from the County Auditor Controller.

ADJOURNMENT

NEXT REGULAR MEETING: November 7, 2013

Materials related to an item on this Agenda submitted to the Board <u>after</u> distribution of the agenda packet are available for public inspection in the City Clerk's office at City Hall, 375 Fifth Street, Hollister and the Development Services Department, Successor Agency Office 339 Fifth Street, Monday through Thursday, 8:00 am to noon, 1:00 pm to 5 pm (offices closed between 12:00 and 1:00 p.m. and the last Friday of the month). Such documents are also available on the City of Hollister website at www.hollister.ca.gov subject to staff's ability to post the documents before the meeting.

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the City Clerk's Office at (831) 636-4300 Ext 16. Notification of 48 hours prior to the meeting will enable the City to make reasonable arrangements to ensure accessibility to this meeting. [28 CFR 35.102-35.104 ADA Title II].

STAFF REPORT OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE CITY OF HOLLISTER REDEVELOPMENT AGENCY AGENDA

DATE: September 19, 2013 STUDY SESSION DATE: N/A AGENDA ITEM:

D-1 Public Hearing

MEETING DATE: October 3, 2013

TITLE OF ITEMS:

Resolution No. 2013-05 OB, A Resolution of the Oversight Board of the Successor Agency for the Hollister Redevelopment Agency Confirming Certain Transfers and Taking Related Actions in Connection with Governmental Use Properties.

Resolution No. 2013-06 OB, A Resolution of the Oversight Board of the Successor Agency for the Hollister Redevelopment Agency approving the submittal of the City of Hollister Successor Agency Long Range Property Management Plan to the Department of Finance in accordance with Health and Safety Code Section 34191.(5)(b).

BRIEF DESCRIPTION: In conjunction with the Oversight Board consideration of the Successor Agency's proposed Long Range Property Management Plan, the Oversight Board will hold a public hearing and consider whether to direct the Successor Agency to transfer the Proposed Transfer Properties (Fire Station 1 APN 054-101-007 at 110 Fifth Street and a portion of Briggs Alley which is now part of APNs 054-011-030 and 016) to the City, in accordance with Health and Safety Code Section 34181(a).

STAFF RECOMMENDATION: Staff recommends that the Oversight Board take the following actions:

1) Open the Public Hearing on the recommended transfer of two governmental

use properties

2) Conduct the Public Hearing

3) Close Public Hearing

4) Review the Long Range Property Management Plan

5) Consider approval of Resolution 2013-05 OB approving the transfer of two governmental use properties and Resolution 2013-06 OB approving the submittal of the Long Range Property Management Plan to the Department of Finance.

DEPARTMENT SUMMARY: Assembly Bill 1484 amended the Dissolution Act and added Health and Safety Code Section 34191.5 last June. The amendment requires the preparation of a Long Range Property Management Plan (PMP) that addresses the disposition of the real property owned by the City of Hollister Successor Agency. All Successor Agency properties are held in the Successor Agency Community Redevelopment Property Trust Fund. The PMP must be forwarded to the Oversight Board for approval and subsequently submitted to the Department of Finance (DOF) for Long Range Property Management Plan Transmittal October 3, 2013 Page 2 of 4

approval no later than November 29, 2013. Successor Agency properties can be transferred only after the PMP is approved by the Department of Finance.

The Department of Finance Template was used to prepare the Property Management Plan (PMP) for the City Hollister Successor Agency properties. The PMP attached to this report also includes a Supplement to provide additional background information on the properties. The City of Hollister Successor Agency has four properties in the attached PMP 1) Fire Station 1 at 110 Fifth Street; 2) a 2,612 square portion of Briggs Alley; 3) the Leatherback property at 111 Hillcrest Road and; 4) the 400 Block properties on the west side of San Benito Street commonly referred to as the "Grassy Lot".

Health and Safety Code Section 34181 provides that the Oversight Board may direct the Successor Agency to transfer ownership of assets that were constructed and used for a governmental purpose, such as roads, school buildings, parks, libraries, and fire stations to the appropriate public jurisdiction. A public hearing is required for the transfer of the governmental use property assets. Chapter 2 of the PMP discusses two properties that are recommended to be transferred to the City of Hollister because they are used for governmental purposes - Fire Station 1 and a 2,612 square portion of Briggs Alley. The plan explains that a Lot Line Adjustment is necessary to facilitate the transfer of the 2,612 portion of Briggs Alley.

Chapter 4 of the PMP provides a narrative explanation of the required contents in a long range property management plan listed in Health and Safety Code section 34191.5 (c)((1) for the Leatherback and 400 Block "Grassy lot" properties. The requirements are listed below:

- 1. Date the property was acquired, value at the time of purchase and estimated current value.
- 2. Purpose for the acquisition.
- 3. Parcel date (address, size, current zoning, general plan designation, and identify of property in the redevelopment agency plan.
- 4. Estimate of current value of the parcel and any available appraisal information.
- 5. Estimate of any lease, rental or other revenues generated by the property and a description of contractual requirements for disposition of those funds.
- 6. History of environmental contamination (brownfield site designation, environmental studies and history of any remediation efforts).
- 7. Description of the properties potential for transit oriented development and advance of the planning objectives of the successor agency.
- 8. Brief history of previous development proposals and activities.

Chapter 5 incorporates the requirements of Health and Safety Code Section 24191.5 (2) which states that a PMP must address the use or disposition of each property. The law includes the following requirements:

Long Range Property Management Plan Transmittal October 3, 2013 Page 3 of 4

- A. If the plan directs the use or liquidation of the property for a project identified in an approved redevelopment plan, the property shall transfer to the city, county or city and county.
- B. If the plan directs the liquidation of the property or the use of revenues generated from the property, such as lease or parking revenues, for any purpose other than to fulfill an enforceable obligation or for governmental use as described above, the proceeds from the sale shall be distributed to the taxing entities.
- C. Property shall not be transferred to a successor agency, city, county, or city and county, unless the long-range property management plan has been approved by the oversight board and the Department of Finance.

Section 5.A of Chapter 5 recommends the transfer of Fire Station 1 and a 2,612 square foot portion of Briggs Alley to be transferred to the City of Hollister for continued governmental use.

Section 5.B of Chapter 5 summarizes issues and recommendations related to the disposition of the Leatherback and 400 Block Grassy lot properties. The Leatherback property was purchased to remove a non-conforming industrial land use. The 2005-2023 City of Hollister General Plan changed the land use plan for the area around Leatherback and the cannery properties from Industrial to Mixed Use. The PMP recommends entering into a Disposition and Development Agreement for the sale of the property to assure that the property is not "land banked", purchased by an owner that desires to revert the land to industrial land uses and to assure a sale that facilitates economic development in Hollister. This should assure maximizing revenues to taxing entities.

Section 4.5.2 of the PMP (pages 19-22) explains that the 400 Block grassy lot properties were acquired as a result of catastrophic damage to buildings on the lot from the Loma Prieta Earthquake. One of the goals for the purchase of the properties was to assemble multiple small parcels into one larger parcel for a catalyst site for economic development. The western portion of some of this property was developed as a pedestrian plaza during the construction of the Briggs Building Commercial Building and Parking Structure. A lot line adjustment was recorded in 1995 to merge the lots into one parcel for a catalyst project and to transfer the pedestrian plaza property to the City of Hollister. Grant deeds were not recorded concurrently with the lot line adjustment. The report recommends authorizing the Successor Agency and City to record grant deeds to complete the intent of the lot line adjustment.

Issues for disposition of the 400 Block Grassy lot is the properties strategic location for economic development, the former Redevelopment Agency invested significant financial resources to help with reconstruction and recovery after the Loma Prieta Earthquake in Downtown Hollister and the opportunity for a 30,000-40,000 square foot commercial or mixed use building is an integral part of economic development strategies in plans for the former Redevelopment Agency. Finally, hasty disposition of the property could waste an opportunity to develop the 400 block for its intended purposes. The PMP

Long Range Property Management Plan Transmittal October 3, 2013 Page 4 of 4

recommends allowing the City of Hollister 18 months to exercise a first option to purchase the 400 block grassy lot for at least \$220,000 to assure that the keystone property is developed in keeping with efforts to establish a catalyst site for economic development in Downtown Hollister and to maximize property values. The City will need to enter into a compensation agreement with the taxiing entities prior to purchase of the property. If the City does not acquire the Grassy Lot, it is recommended that the Successor Agency enter into an exclusive negotiating agreement for a 30,000-40,000 square foot mixed use project.

The City of Hollister Successor Agency considered the Long Range Property Management Plan at a public meeting on July 15, 2013 and August 19, 2013. The Agency approved Resolution 2013-04 on August 19, 2013 recommending approval of the PMP which is attached to this transmittal. The Hollister Downtown Association Board has submitted a letter in support of the recommendations to the PMP which is also attached to this transmittal.

ATTACHMENTS:

- Long Range Property Management Plan
- Successor Agency Resolution 2013-04 SA
- Letter from Hollister Downtown Association, Resolution, Long Range Property Management Plan

CONTACT PERSON: Mary M. Paxton (831) 636-4316 Ext. 16 DEPARTMENT HEAD: William B. Avera (831) 636-4360



A RESOLUTION OF THE SUCCESSOR AGENCY OF THE REDEVELOPMENT AGENCY OF THE CITY OF HOLLISTER APPROVING A LONG-RANGE PROPERTY MANAGEMENT PLAN PURSUANT TO HEALTH AND SAFETY CODE SECTION 34191.5

WHEREAS, pursuant to ABx1 26 enacted in June 2011 (as amended by AB 1484 enacted in June 2012, the "Dissolution Law"), the Redevelopment Agency of the City of Hollister (the "Dissolved RDA") was dissolved as of February 1, 2012, and the City of Hollister, acting in a separate limited capacity and known as the Successor Agency of the Redevelopment Agency of the City of Hollister, has elected to serve as the successor agency (the "Successor Agency") of the Dissolved RDA; and

WHEREAS, pursuant to Health and Safety Code Section 34173(g), as added by the Dissolution Law, the Successor Agency is a separate legal entity from the City of Hollister (the "City"); and

WHEREAS, the City Council (the "City Council") of the City serves in a separate capacity as the governing board of the Successor Agency; and

WHEREAS, the Successor Agency is charged with paying the enforceable obligations, disposing of the properties and other assets, and unwinding the affairs of the Dissolved RDA; and

WHEREAS, an oversight board for the Successor Agency (the "Oversight Board") has been formed and is functioning in accordance with Health and Safety Code Section 34179; and

WHEREAS, by Ordinance No. 976, adopted on June 17, 2002, the City Council adopted the Second Amendment to the Hollister Community Development Plan (the "Redevelopment Plan") for the Hollister Redevelopment Project Area (the "Project Area"), which Redevelopment Plan was being implemented by the Dissolved RDA up until its dissolution; and

WHEREAS, the real property and specified other assets of the Dissolved RDA were transferred to the ownership and control of the Successor Agency as of February 1, 2012 pursuant to Health and Safety Code Section 34175(b), including the following four parcels of real property (collectively, the "Properties") within the Project Area and subject to the Redevelopment Plan:

Fire Station 1 at 110 Fifth Street:

- 2. 2,612 square foot portion of the realigned Briggs Alley roadway;
- 3. Leatherback property at 411 Hillcrest Road; and
- 4. The 400 Block properties on the west side of San Benito Street commonly referred to as the "Grassy Lot".

WHEREAS, the Properties were acquired by the Dissolved RDA for redevelopment with uses consistent with, and for projects identified in, the Redevelopment Plan; and

WHEREAS, on May 29, 2013, the Successor Agency received a "Finding of Completion" from the California Department of Finance (the "DOF") pursuant to Health and Safety Code Section 34179.7, confirming that the Successor Agency had made certain required payments under the Dissolution Law; and

WHEREAS, pursuant to Health and Safety Code Section 34191.5(b), the Successor Agency now must prepare and submit a Long-Range Property Management Plan (the "PMP") to the Oversight Board and the DOF no later than six months following the issuance by the DOF of the Finding of Completion; and

WHEREAS, in accordance with Health and Safety Code Section 34191.5, the Successor Agency has prepared a PMP, a copy of which is on file with the Successor Agency Secretary; and

WHEREAS, the PMP provides for the disposition and use of the Properties in a manner consistent with and to implement projects identified in the Redevelopment Plan (including, in some circumstances, for recognized governmental purposes under the Dissolution Law); and

WHEREAS, because of such proposed disposition and use, the PMP further calls for the transfer of the Properties to the City for disposition and use in accordance with the Redevelopment Plan, and for sale to third parties for disposition and use in accordance with the Redevelopment Plan and the PMP, upon approval of the PMP by the Oversight Board and the DOF, all as authorized by Health and Safety Code Section 34191.5(c)(2)(A); and

WHEREAS, in connection with adoption of the Redevelopment Plan and to comply with the requirements of the California Environmental Quality Act and the implementing state and local guidelines (collectively, "CEQA"), the City Council and the Board of the Dissolved RDA (as predecessor to the Successor Agency) considered, certified and made findings (the "CEQA Findings", including adopting the required mitigation monitoring program, as fully set forth in concurrent City Council and Dissolved RDA Resolutions 2002-134 and 2002-09R, respectively, dated June 3, 2002), related to the Environmental Impact Report (the "EIR") prepared for the Redevelopment Plan; and

WHEREAS, because the proposed disposition and use of the Properties called for in the PMP is consistent with the projects and programs under the Redevelopment Plan

evaluated in the EIR and the CEQA Findings, and because none of the conditions requiring further CEQA documentation pursuant to State CEQA Guidelines Section 15162 have occurred, the EIR and the CEQA Findings may serve as the CEQA documentation for consideration of approval of this Resolution and the PMP, and the subsequent implementation of the PMP, as further set forth below; and

WHEREAS, the staff report (the "Staff Report") accompanying this Resolution contains additional information and analysis upon which the findings and actions set forth in this Resolution are based.

NOW, THEREFORE, BE IT RESOLVED that the Successor Agency hereby finds that the above Recitals are true and correct, and together with the Staff Report and other information provided by the Successor Agency staff and the public, form the basis for the findings and actions set forth in this Resolution.

BE IT FURTHER RESOLVED that the Successor Agency, as a "responsible agency" under CEQA and as successor-in-interest to the Dissolved RDA Board that previously made the CEQA Findings, hereby independently reconfirms and makes, approves, and adopts the CEQA Findings as its own findings required pursuant to CEQA in connection with this Resolution and the actions set forth in this Resolution. The CEQA Findings are hereby incorporated in this Resolution as if set forth in full herein.

BE IT FURTHER RESOLVED that the Successor Agency hereby finds that none of the conditions described in State CEQA Guidelines Section 15162 have occurred that would require preparation of a subsequent CEQA document, so that the EIR and the CEQA Findings have served as the CEQA documentation for consideration of approval of this Resolution and the actions set forth in this Resolution.

BE IT FURTHER RESOLVED that the Successor Agency Executive Director, or the Executive Director's designee, is hereby authorized and directed to file appropriate notice with respect to this Resolution and the actions set forth in this Resolution in accordance with the applicable provisions of CEQA.

BE IT FURTHER RESOLVED that the Successor Agency hereby approves the PMP in the form on file with the Successor Agency Secretary.

BE IT FURTHER RESOLVED that the Successor Agency Executive Director, or the Executive Director's designee, is hereby authorized and directed to submit the PMP to the Oversight Board and the DOF for approval in accordance with Health and Safety Code Section 34191.5(b).

BE IT FURTHER RESOLVED that, upon approval of the PMP by the Oversight Board and the DOF, the Successor Agency authorizes and directs the Successor Agency Executive Director, or the Executive Director's designee, acting on behalf of the Successor Agency, to dispose and use the Properties and any disposition proceeds in accordance with the PMP and to take any action and execute any documents as may

be necessary to implement the disposition and use of the Properties and any disposition proceeds in accordance with the terms approved in the PMP and this Resolution.

BE IT FURTHER RESOLVED that this Resolution shall take immediate effect upon adoption.

PASSED AND ADOPTED on August 19, 2013, by the governing board of the Successor Agency of the Redevelopment Agency of the City of Hollister, a separate legal entity, by the following vote, to wit:

AYES: Council Members Valdivia, Friend, Scattini, Gomez, and Taylor Table 2 to the

NOES: None.

ABSTAINED: Mayor Velazquez.

ABSENT: None.

Ignacio Velazquez, Successor Agency Chair

ATTEST:

Geri Johnson Successor Agency Secretary

DUPLICATE OF ORIGINAL ON FILE IN THE OFFICE OF THE CITY CLERK CITY OF HOLLISTER

APPROVED AS TO FORM:

WELLINGTON LAW OFFICES

By:

Successor Agency Counsel



455 San Benito Street, Suite 21, Hollister, CA 95023

July 19, 2013

City Council City of Hollister 375 Fifth Street Hollister, CA 95023

Dear City Council Members,

On behalf of the Board of Directors of the Hollister Downtown Association, I would like to express our support for the proposed RDA Successor Agency Long Range Property Management Plan for the 400 Block of San Benito Street as well as the old Leatherback property on McCray Street.

The appropriate use of the 400 Block of San Benito Street is of upmost importance to our organization and the overall health of our downtown, as demonstrated in our 2008 Downtown Strategy plan.

And, although the agency owned McCray Street property is not within our downtown district, its proximity to downtown also makes it an important piece of real estate for planning and development purposes.

To that end, we encourage support of the recommendations outlined in the Plan.

Thank you for your consideration.

Sincerely,

Joy Rice President

RESOLUTION NO. 2013-05 OB

A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY FOR THE HOLLISTER REDEVELOPMENT AGENCY CONFIRMING CERTAIN TRANSFERS AND TAKING RELATED ACTIONS IN CONNECTION WITH GOVERNMENTAL USE PROPERTIES

WHEREAS, on December 29, 2011, the California Supreme Court delivered its decision in *California Redevelopment Association v. Matosantos*, finding ABx1 26 (the "Dissolution Act") largely constitutional; and

WHEREAS, under the Dissolution Act and the California Supreme Court's decision in *California Redevelopment Association v. Matosantos*, all California redevelopment agencies, including the Hollister Redevelopment (the "Former RDA"), were dissolved on February 1, 2012; and

WHEREAS, on January 9, 2012, the City Council (the "City Council") of the City of Hollister (the "City") adopted Resolution No. 2012-06 accepting for the City the role of successor agency to the Former RDA (the "Successor Agency"); and

WHEREAS, upon dissolution of the Former RDA on February 1, 2012, the ownership of all Former RDA properties transferred to the Successor Agency pursuant to Health and Safety Code Section 34175(b); and

WHEREAS, the Successor Agency is now responsible for the disposition of the Former RDA properties in accordance with the procedures and requirements of ABx1 26 and AB 1484, the statutes that govern the dissolution of the Former RDA and the liquidation of its former property; and

WHEREAS, in conjunction with consideration of the Successor Agency's proposed Long Range Property Management Plan ("LRPMP"), the Successor Agency has recommended transfer of two Former RDA properties to the City, in accordance with Health and Safety Code Section 34181(a), which expressly authorizes the transfer to the City of properties that are used for governmental purposes;

WHEREAS, the two properties considered for transfer to the City as governmental use properties are described as follows (the "Proposed Transfer Properties"):

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- A 0.18 acre portion of APNs 054-011-030 and 054-011-016 used as a part of Briggs Alley is proposed to be transferred for governmental use as a road.
- 2. APN 054-101-007 at 110 Fifth Street currently used as Fire Station 1 is proposed to be transferred for governmental use as a fire station.

And

WHEREAS, the Oversight Board has duly noticed its consideration of the transfer of the Proposed Transfer Properties in accordance with Health and Safety Code Section 34181(f); and

WHEREAS, by staff report accompanying this Resolution and incorporated into this Resolution by this reference ("Staff Report") and the proposed LRPMP, the Oversight Board has been provided with additional information upon which the findings and actions set forth in this Resolution are based.

NOW, THEREFORE, BE IT RESOLVED that the Oversight Board of the Successor Agency for the Former RDA hereby finds, resolves, and determines that the foregoing recitals are true and correct, and, together with information provided by the Successor Agency staff and the public, form the basis for the approvals, findings, resolutions, and determinations set forth below.

BE IT FURTHER RESOLVED, that Oversight Board hereby directs the Successor Agency to transfer the Proposed Transfer Properties to the City upon the effective date of this Resolution.

BE IT FURTHER RESOLVED that this Resolution shall take effect at the time and in the manner prescribed in Health and Safety Code Section 34179(h).

Resolution 2013-05 OB Page 3 of 3

PASSED AND ADOPTED at a meeting of the Agency for the Hollister Redevelopment Agence 2013 by the following vote:	Oversight Board of the Successor by held on the 3rd day of October,
AYES:	
NOES:	
ABSENT:	
ABSTAIN:	
	APPROVED:
	Chair
ATTEST:	
Secretary	

RESOLUTION NO. 2013-06 OB

RESOLUTION OF THE OVERSIGHT BOARD OF THE REDEVELOPMENT AGENCY OF THE CITY OF HOLLISTER APPROVING A LONG-RANGE PROPERTY MANAGEMENT PLAN PURSUANT TO HEALTH AND SAFETY CODE SECTION 34191.5

WHEREAS, on December 29, 2011, the California Supreme Court delivered its decision in *California Redevelopment Association v. Matosantos*, finding ABx1 26 (the "Dissolution Act") largely constitutional; and

WHEREAS, under the Dissolution Act and the California Supreme Court's decision in *California Redevelopment Association v. Matosantos*, all California redevelopment agencies, including the Hollister Redevelopment (the "Former RDA"), were dissolved on February 1, 2012; and

WHEREAS, on January 9, 2012, the City Council (the "City Council") of the City of Hollister (the "City") adopted Resolution No. 2012-06 accepting for the City the role of successor agency to the Former RDA (the "Successor Agency"); and

WHEREAS, upon dissolution of the Former RDA on February 1, 2012, the ownership of all Former RDA properties transferred to the Successor Agency pursuant to Health and Safety Code Section 34175(b); and

WHEREAS, the Successor Agency is now responsible for the disposition of the Former RDA properties in accordance with the procedures and requirements of ABx1 26 and AB 1484, the statutes that govern the dissolution of the Former RDA and the liquidation of its former property; and

WHEREAS, in conjunction with consideration of the Successor Agency's proposed Long Range Property Management Plan ("LRPMP"), the Successor Agency has recommended transfer of two Former RDA properties to the City, in accordance with Health and Safety Code Section 34181(a), which expressly authorizes the transfer to the City of properties that are used for governmental purposes;

WHEREAS, an oversight board for the Successor Agency (the "Oversight Board") has been formed and is functioning in accordance with Health and Safety Code Section 34179; and

WHEREAS, by Ordinance No. 976, adopted on June 17, 2002, the City Council adopted the Second Amendment to the Hollister Community Development Plan (the "Redevelopment Plan") for the Hollister Redevelopment Project Area (the "Project Area"), which Redevelopment Plan was being implemented by the Dissolved RDA up until its dissolution; and

WHEREAS, the real property and specified other assets of the Dissolved RDA were transferred to the ownership and control of the Successor Agency as of February 1, 2012 pursuant to Health and Safety Code Section 34175(b), including the following

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four parcels of real property (collectively, the "Properties") within the Project Area and subject to the Redevelopment Plan:

- 1. Fire Station 1 at 110 Fifth Street;
- 2. 2,612 square foot portion of the realigned Briggs Alley roadway;
- Leatherback property at 111 Hillcrest Road; and
- 4. The 400 Block properties on the west side of San Benito Street commonly referred to as the "Grassy Lot".

WHEREAS, the Properties were acquired by the Dissolved RDA for redevelopment with uses consistent with, and for projects identified in, the Redevelopment Plan; and

WHEREAS, on May 29, 2013, the Successor Agency received a "Finding of Completion" from the California Department of Finance (the "DOF") pursuant to Health and Safety Code Section 34179.7, confirming that the Successor Agency had made certain required payments under the Dissolution Law; and

WHEREAS, pursuant to Health and Safety Code Section 34191.5(b), the Successor Agency now must prepare and submit a Long-Range Property Management Plan (the "PMP") to the Oversight Board and the DOF no later than six months following the issuance by the DOF of the Finding of Completion; and

WHEREAS, in accordance with Health and Safety Code Section 34191.5, the Successor Agency has prepared a PMP, a copy of which is on file with the Successor Agency Secretary; and

WHEREAS, the PMP provides for the disposition and use of the Properties in a manner consistent with and to implement projects identified in the Redevelopment Plan (including, in some circumstances, for recognized governmental purposes under the Dissolution Law); and

WHEREAS, because of such proposed disposition and use, the PMP further calls for the transfer of the Properties to the City for disposition and use in accordance with the Redevelopment Plan, and for sale to third parties for disposition and use in accordance with the Redevelopment Plan and the PMP, upon approval of the PMP by the Oversight Board and the DOF, all as authorized by Health and Safety Code Section 34191.5(c)(2)(A); and

WHEREAS, in connection with adoption of the Redevelopment Plan and to comply with the requirements of the California Environmental Quality Act and the implementing of state and local guidelines (collectively, "CEQA"), the City Council and the Board of the Dissolved RDA (as predecessor to the Successor Agency) considered, certified and made findings (the "CEQA Findings"), including adopting the required mitigation monitoring program, as fully set forth in concurrent City Council and Dissolved RDA Resolutions

2002-134 and 2002-09R, respectively, dated June 3, 2002), related to the Environmental Impact Report (the "EIR") prepared for the Redevelopment Plan; and

WHEREAS, because the proposed disposition and use of the Properties called for in the PMP is consistent with the projects and programs under the Redevelopment Plan evaluated in the EIR and the CEQA Findings, and because none of the conditions requiring further CEQA documentation pursuant to State CEQA Guidelines Section 15162 have occurred, the EIR and the CEQA Findings may serve as the CEQA documentation for consideration of approval of this Resolution and the PMP, and the subsequent implementation of the PMP, as further set forth below; and

WHEREAS, the staff report (the "Staff Report") accompanying this Resolution contains additional information and analysis upon which the findings and actions set forth in this Resolution are based.

NOW, THEREFORE, BE IT RESOLVED that the Oversight Board hereby finds that the above Recitals are true and correct, and together with the Staff Report and other information provided by the Successor Agency staff and the public, form the basis for the findings and actions set forth in this Resolution.

BE IT FURTHER RESOLVED that the Oversight Board, as a "responsible agency" under CEQA and as successor-in-interest to the Dissolved RDA Board that previously made the CEQA Findings, hereby independently reconfirms and makes, approves, and adopts the CEQA Findings as its own findings required pursuant to CEQA in connection with this Resolution and the actions set forth in this Resolution. The CEQA Findings are hereby incorporated in this Resolution as if set forth in full herein.

BE IT FURTHER RESOLVED that the Oversight Board hereby finds that none of the conditions described in State CEQA Guidelines Section 15162 have occurred that would require preparation of a subsequent CEQA document, so that the EIR and the CEQA Findings have served as the CEQA documentation for consideration of approval of this Resolution and the actions set forth in this Resolution.

BE IT FURTHER RESOLVED that the Successor Agency Executive Director, or the Executive Director's designee, is hereby authorized and directed to file appropriate notice with respect to this Resolution and the actions set forth in this Resolution in accordance with the applicable provisions of CEQA.

BE IT FURTHER RESOLVED that the Oversight Board hereby approves the PMP in the form on file with the Successor Agency Secretary.

BE IT FURTHER RESOLVED that the Successor Agency Executive Director, or the Executive Director's designee, is hereby authorized and directed to submit the PMP to the Department of Finance for approval in accordance with Health and Safety Code Section 34191.5(b).

BE IT FURTHER RESOLVED that, upon approval of the PMP by the Department of Finance, the Oversight Board authorizes and directs the Successor Agency Executive Director, or the Executive Director's designee, acting on behalf of the Successor Agency, to dispose and use the Properties and any disposition proceeds in accordance with the PMP and to take any action and execute any documents as may be necessary to implement the disposition and use of the Properties and any disposition proceeds in accordance with the terms approved in the PMP and this Resolution.

BE IT FURTHER RESOLVED that this Resolution shall take immediate effect upon adoption.

ADOPTED October 3, 2013 by the governing board of the Successor Agency of

the Redevelopment Agency of the City of Hollister, a separate legal entity, by the following vote, to wit:

AYES:

NOES:

ABSTAIN:

ABSENT:

Oversight Board Chair

Oversight Board Secretary

APPROVED AS TO FORM:



LONG-RANGE PROPERTY MANAGEMENT PLAN CHECKLIST

Instructions: Please use this checklist as a guide to ensure you have completed all the required components of your Long-Range Property Management Plan. Upon completion of your Long-Range Property Management Plan, email a PDF version of this document and your plan to:

Redevelopment_Administration@dof.ca.gov

The subject line should state "[Agency Name] Long-Range Property Management Plan". The Department of Finance (Finance) will contact the requesting agency for any additional information that may be necessary during our review of your Long-Range Property Management Plan. Questions related to the Long-Range Property Management Plan process should be directed to (916) 445-1546 or by email to Redevelopment Administration@dof.ca.gov.

Pursuant to Health and Safety Code 34191.5, within six months after receiving a Finding of Completion from Finance, the Successor Agency is required to submit for approval to the Oversight Board and Finance a Long-Range Property Management Plan that addresses the disposition and use of the real properties of the former redevelopment agency.

GENERAL INFORMATION:

Agency Name: City of Hollister

Date Finding of Completion Received: May 29, 2013

Date Oversight Board Approved LRPMP:

Long-Range Property Management Plan Requirements

	each g		ty the plan includes the date of acquisition, value of property at time of acquisition, and an estimate lue.
×	Yes		No
For	each	proper	ty the plan includes the purpose for which the property was acquired.
×	Yes		No
For	r each ency re	propei devel	ty the plan includes the parcel data, including address, lot size, and current zoning in the former opment plan or specific, community, or general plan.
X	Yes		No
	r each praisal		ty the plan includes an estimate of the current value of the parcel including, if available, any nation.
Ø	Yes		No

For each property the plan includes an estimate of any lease, rental, or any other revenues generated by the property, and a description of the contractual requirements for the disposition of those funds.
☑ Yes □ No
For each property the plan includes the history of environmental contamination, including designation as a brownfield site, any related environmental studies, and history of any remediation efforts.
⊠ Yes □ No
For each property the plan includes a description of the property's potential for transit-oriented development and the advancement of the planning objectives of the successor agency.
∑ Yes ☐ No
For each property the plan includes a brief history of previous development proposals and activity, including the rental or lease of the property.
⊠ Yes □ No
For each property the plan identifies the use or disposition of the property, which could include 1) the retention of the property for governmental use, 2) the retention of the property for future development, 3) the sale of the property, or 4) the use of the property to fulfill an enforceable obligation.
∑ Yes □ No
The plan separately identifies and list properties dedicated to governmental use purposes and properties retained for purposes of fulfilling an enforceable obligation.
☑ Yes □ No

ADDITIONAL INFORMATION

If applicable, please provide any additional pertinent information that we should be aware of during our review of your Long-Range Property Management Plan.

Please see the Attached City of Hollister Successor Agency Long Range Property

Management Plan.

Agency Contact Information

Name:

Bill Avera

Name:

Mary Paxton

Title:

Development Services Dir.

Title:

Program Manager

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(831) 636-4316

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(831) 636-4316

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bill.avera@hollister.ca.gov

Email:

mary.paxton@hollister.ca.gov

Date:

Date:

Successor Agency: County:

City of Hollister San Benito

LONG RANGE PROPERTY MANAGEMENT PLAN: PROPERTY INVENTORY DATA

		HSC 34191.5 (c)(2)		нѕ	C 34191.5 (c)(1)(A)	1		SALE OF	PROPERTY	HSC 34191.5 (c)(1)(B)
No.	Property Type	Permissable Use	Permissable Use Detail	Acquisition Date	Value at Time of Purchase	Estimated Current Value	Value Basis	Date of Estimated Current Value	Proposed Sale Value	Date	Purpose for which property was acquired
1	Alley-roadway	Governmental Use	Alley-roadway		\$220,000 (See Chapter 2 of Supplement)	Unassesed	Book	Unassessed for property tax	\$ - \$ -	Not applicable Not applicable	Alley
2	Police/Fire Station	Governmental Use	Fire Station	2005	\$ 850,000	Unassesd	Book	Unassessed for property tax		Proposed option	Fire Station
				11/1991, 1994,	\$544,290 & \$220,000 (See Chapter 4.B.1 and Table 3 of					for City of Hollister to purchase within 18 months of	Loma Prieta Earthquake disaster recovery, consolidation of properties and economic development (See Chapter 4.B.2 of
3	Vacant Lot/Land	Future Development	Mixed Use	8/1995 8/1995	Supplement)	\$ 220,000.00	Appraised	6/18/2013	\$ 220,000.00	Uncertain - sale	supplement)
4	Vacant Lot/Land	Future Development	Mixed Use	2008	\$ 4,000,000	\$ 1,830,000.00	Appraised	6/18/2013	\$ 1,830,000.00	for future development that will advance objectives of economic development and maximize value to taxing entities	Removal of a non- conforming blighted land use and economic development (See Chapter 4A.2 of supplement)

Successor Agency: County: City of Hollister San Benito

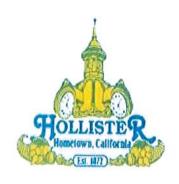
LONG RANGE PROPERTY MANAGEMENT PLAN: PROPERTY

HSC 34191.5 (c)(2) HSC 34191.5 (c)(1)(C)					HSC 34191.5 (c)(1)(D)	HSC 34	191.5 (c)(1)(E)	HSC 34191.5 (c)(1)(F)	HSC 3419		
		1100 01 10 110 (0)(-)		l	(-/(-/(-/					History of	Description of
						1				environmental	property's
										contamination, studies,	potential for
				'					Contractual	and/or remediation, and	
						Current	Estimate of Current	Estimate of	requirements for use of		oriented
No.	Property Type	Permissable Use	Address	APN#	Lot Size	Zoning	Parcel Value	Income/Revenue	income/revenue	brownfield site	development
		"""	<u></u>	Portion 054-							
		1		011-030 and		ļ				d Objection	
				054011-		Downtown		.	NI	Classified as a Brownfield? NO	Not applicable
1	Alley-roadway	Governmental Use	320 Ffifth Street	016	0.18 acre	Mixed Use	\$ -	None	None	Classified as a	Not applicable
										Brownfield? NO	Bus stop
										2, 2008 Surface fault	located on
						ļ				hazard investigation	Fourth Street
										proved no potential for	between East
						Downtown				surface fault rupture on	and San Benito
2	Police/Fire Station	Governmental Use	110 Fifth Street	054-101-007	0.29 acre	Mixed Use	-	None	None	property	Street
	Police/Fire Station	Governmentarose	TTO THE OCCU	101 001	0.25 00.0	Wilkou ada	·			<u> </u>	
										Classified as a	Near two transit
				}	Į				1	Brownfield? NO	stops and
									1	2. 1991 Surface fault	contiguous to off-street
										hazard investigation	parking garage.
			400, 410, 414,	054-011-036		ļ <u>.</u> .				proved no potential for surface fault rupture on	Mixed use
			430, 438 San	054-011-016		Downtown	020 000 00	Nama	1	property	zoning district.
3	Vacant Lot/Land	Future Development	Benito Street	054-011-030	0.41 acre	Mixed Use	\$ 220,000.00	None	See Chapter 4.6.5	property	Zorning district.
											1
						1				1. Classified as	
										Brownfield?- NO 2.	
									1	Contaminated soil	Walking
										removed as part of	distance to two
						Neighborho				demolish and site	bus lines.
			111 Hillcrest	056-025-019		od Mixed				clearance of former tar	Mixed use
4	Vacant Lot/Land	Future Development	Road	056-025-024	6.46 acres	Use	\$ 1,830,000.00	None	None	paper plant.	zoning.

Successor Agency: County: City of Hollister San Benito

LONG RANGE PROPERTY MANAGEMENT PLAN: PROPERTY

		HSC 34191.5 (c)(2)	1.5 (c)(1)(G)	HSC 34191.5 (c)(1)H)
No.	Property Type	Permissable Use	Advancement of planning objectives of the successor agency	History of previous development proposals and activity
				Not applicable - see
1	Ailey-roadway	Governmental Use]	Chapter 2 of Supplement See Chapter 2 - Tractor
			D. It lie Cofety	Shop was acquired and converted to a fire station in 1970. Demolition and reconstruciton of fire station 2010-2012
_2	Police/Fire Station	Governmental Use	Public Safety	Station 2010-2012
3	Vacant Lot/Land	Future Development	See Chapter 4.B	See Chapter 4.5.B
	Vacant Educana			
			See Chapter 4.A	See Chapter 4.A.5 of Supplement. 1) No Exclusive Negotiating Agreement. 2) Notice of Completion of demolition and site clearance recorded after
		Future Development	of Supplement	June 30 2011.



SUPPLEMENT

CITY OF HOLLISTER SUCCESSOR AGENCY ADDITIONAL INFORMATION FOR THE LONG RANGE PROPERTY MANAGEMENT PLAN

TABLE OF CONTENTS

Table of Contents
CHAPTER 1: Introduction
CHAPTER 2: Properties dedicated to governmental
CHAPTER 3: Properties that will be retained to fulfill an enforceable obligation
CHAPTER 4: Non-housing Successor Agency Properties that are not used for
governmental purposes or to fulfill an enforceable obligation
4.A.1 Leatherback Property Data
4.A.2 Purpose of purchase of Leatherback property9
4.A.3 The history of environmental contamination, any designation as a
brownfield site and any related environmental studies and remediation
efforts
4.A.4 Description of the property's potential for transit-oriented
development and advancement of the planning objectives of the
successor agency1
4.A.5 Brief history of previous development proposals and activity,
including the rental or lease of property1
4.A.6. Estimated costs to maintain the property
4.A.7 Estimate of the Current Value of the Property and Any Appraisal
Information
4.B.1 400 Block "Grassy Lot" Property Data
4.B.2. Purpose of purchase of 400 Block Properties
· · · · · · · · · · · · · · · · · · ·
4.B.3. History of environmental contamination, any designation as a
brownfield site and any related environmental studies and remediation
efforts
4.B.4. Description of the property's potential for transit-oriented
development and advancement of the planning objectives of the
successor agency
4.B.5. Brief history of previous development proposals and activity,
including the rental or lease of property
4.B.6. Estimated of costs to maintain the property
4.B.7. Estimate of the Current Value of the Property and Any Appraisal
Information
CHAPTER 5 Disposition and Development Objectives for Successor Agency
Properties
5.A.1 Property to be transferred to the City of Hollister to be continued to
use for governmental purposes
5.B Leatherback Property
5.B.1 Issues for Leatherback Property
5.B.2. Alternatives
5.B.3. Leatherback Property Disposition Objectives
5.B.4 Recommendations for Disposition of the Leatherback Property 30
5.C 400 Block Property
5.C.1. Issues for 400 Block Property
1 1

 $i \mid$

5.C.2. 400 Block Grassy Lot Objectives	31 31
LIST OF TABLES	
Table 1 - Successor Agency Properties on 400 Block Grassy Lot	17
Table 2 - Successor Agency Acquisitions on the 400 Block	19
Table 3 - 400 Block businesses that were relocated or closed as due to structural damage from the Loma Prieta Earthquake	21
Table 4 - History of Exclusive Negotiating Agreements for 400 Block	24
Table 5 - History of Implementation Projects for the 400 Block	26
LIST OF FIGURES	
Figure 1 – Realignment of Briggs Alley	4
Figure 2 - Proposed Lot Line Adjustment	6
Figure 3 - Leatherback – 111 Hillcrest Road	8
Figure 4 - Leatherback Properties Assessor Parcel Number 054-025-019 & 054-025-024	9
Figure 5 – Changes to General Plan Land Use designation at Leatherback Properties	10
Figure 6 - Transit Services near Successor Agency Properties	12
Figure 7 - Successor Agency Properties on 400 Block "Grassy Lot"	15
Figure 8 - Current Assessor Parcel Map 400 Block San Benito Street (west side).	18
Figure 9 - 400 Block Pre- and Post- Loma Prieta	20

APPENDIX

Appendix A – Redevelopment Agency Resolution 9405R and 95-40R Appendix B – 1995 Recorded Lot Line Adjustment and Resolution Appendix C – Trenching plan for 400 Block Grassy lot

CHAPTER 1: Introduction

Governor Gerald Brown signed into law Assembly Bill 1484 (AB 1484) on June 27, 2012. The AB 1484 budget trailer bill made substantial changes to the redevelopment agency dissolution process implemented by Assembly Bill 1x 26 known as the Dissolution Act. One of the key components of AB 1484 is the requirement that all successor agencies develop a Long Range Property Management Plan (LRPMP) that governs the disposition and use of the former redevelopment agency property that is not used for governmental purposes. This document is the Long Range Property Management Plan for the Successor Agency to the former City of Hollister Redevelopment Agency.

The Long Range Property Management Plan (LRPMP) submitted by the Successor Agency must be reviewed and approved by the Oversight Board and submitted for review and approval by the Department of Finance no later than November 29, 2013. The Successor Agency properties are held in a Community Redevelopment Property Trust Fund, and cannot be transferred until the Oversight Board and Department of Finance approve the plan.

Section 31419.5(c) of the Health and Safety Code states a LRPMP must include an inventory of the successor agency property with the information listed below. The Department of Finance has posted the following guidelines for the preparation of the LRPMP on its web site that were also used to develop this plan:

- 1. Date the property was acquired, value at the time of purchase and estimated current value.
 - a. Purpose for the acquisition.
 - b. Parcel date (address, size, current zoning, general plan designation, and designation of property in the redevelopment agency plan).
 - c. Estimate of current value of the parcel and any available appraisal information.
 - d. Estimate of any lease, rental or other revenues generated by the property and a description of contractual requirements for disposition of those funds.
 - e. History of environmental contamination (brownfield site designation, environmental studies and history of any remediation efforts).
 - f. Description of the properties potential for transit oriented development and advancement of the planning objectives of the successor agency.
 - g. Brief history of previous development proposals and activities.
 - h. Address the use or disposition of each property
 - (1) If the plan directs the use or liquidation of the property for a project identified in an approved redevelopment plan, the property shall transfer to the city, county or city and county.
 - (2) If the plan directs the liquidation of the property or the use of revenues generated from the property, such as lease or parking revenues, for any purpose other than to fulfill an enforceable obligation or as described in a. above, the proceeds from the sale

shall be distributed to the taxing entities.

The Department of Finance posted a template for the Long Range Property Management Plan on their home page for the Dissolution of Redevelopment Agencies which is provided on the following pages. This report provides Additional Information to supplement the Long Range Property Management Plan.

CHAPTER 2: Properties dedicated to governmental uses (HSC 34191.5 (c)(1)(H)(2)

Health and Safety Code Section 34191.5 (c) (2) provides guidance for retention of Successor Agency properties that are used for governmental use in the development of the Long Range Property Management Plan.

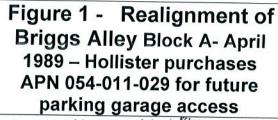
- Health and Safety Code Section 34181 (a) allows the Oversight Board to direct Successor Agency transfer ownership's of assets that were constructed and used for governmental purposes such as roads, and fire stations to the appropriate public jurisdiction pursuant to any existing agreements relating the construction or use of the asset.
- Health and Safety Code Section 34181 (a) also states, "Any compensation to be provided to the successor agency for the transfer of that asset shall be governed by the agreements relating to the construction or use of that asset"

The City of Hollister Successor Agency owns properties that are currently used for governmental purposes: Fire Station 1 located at 110 Fifth Street in downtown Hollister and a re-aligned section of Briggs Alley . The Successor Agency does not derive any income from rents or leases at the Fire Station 1 property or the section of Briggs Alley.

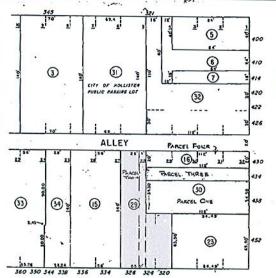
<u>Fire Station 1</u>: The City of Hollister acquired and converted a former tractor shop to develop the City of Hollister Fire Station 1 at 110 Fifth Street in 1970. The former City of Hollister Redevelopment Agency (RDA) purchased the fire station from the City of Hollister in 2005 for \$850,000. The RDA initially planned to construct a new fire station at the former Fremont School site. The concept was ruled out when plans were approved to construct a new courthouse on the former Fremont School site. Other options to purchase property in the downtown area were deemed unfeasible. Subsequently, the former RDA secured architectural services and approvals from the City of Hollister to demolish and reconstruct Fire Station 1 at 110 Fifth Street between 2008 and 2010. The project was funded with a 2009 tax exempt redevelopment bond. The station demolition and reconstruction commenced in February 2011.

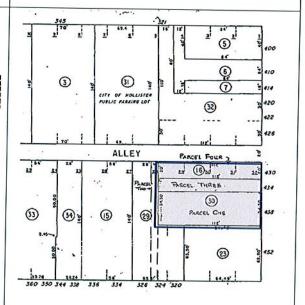
<u>Briggs Alley Re-alignment</u>: The City of Hollister acquired San Benito County Assessor Parcel 054-011-029 in April of 1989 in anticipation of providing vehicular access to a planned commercial building and parking structure via Briggs Alley (see Block A of Figure 1).

The City of Hollister Redevelopment Agency acquired nearby Assessor's Parcels 054-011-016 and 030 in August of 1995 for \$220,000 consisting of four lots totaling 14,080 square feet or 0.32 acres. The properties were purchased to assist with redevelopment because the October 1989 Loma Prieta Earthquake severely damaged multiple buildings on the "400 Block" of San Benito Street. The buildings on assessor parcels 054-011-016 and 030 (Mauro's Stationary and Maddux Jewelry at 430, 434 and 438 San Benito Street) were demolished as a result of the earthquake.



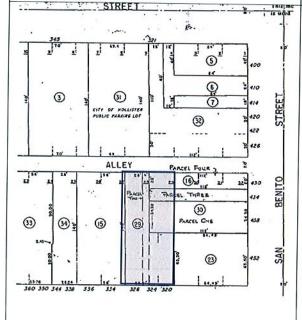
Block B - August 1995 - RDA purchase of APNs 054-011-016 and 030 in due to Loma Prieta Earthquake

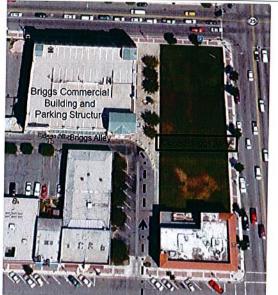




Block C - Area developed for realignment of Briggs Alley circa 1995

Block D - Recent aerial photo of realignment of Briggs Alley





Realignment of Briggs Alley

The Briggs Commercial Building/Parking Structure was constructed in 1995 on the 400 block on the north side of Briggs Alley. The acquisition of APNs 054-011-016 and 030 as a result of the Loma Prieta earthquake provided an opportunity to redesign the access to the planned Briggs Commercial Building and Parking Structure. Blocks C and D on Figure 1 show that APN 054-011-029 and the western portion of APNS 054-011-016 and 030 were combined to realign Briggs Alley and add off-street parking on the west side of the City of Hollister Assessor Parcel 054-011-029. The new alignment established a one-way entry from Fifth Street on the east side of the city-owned APN 054-011-029 and the western portion of the Redevelopment Agency APNs 054-011-016 and 030. Block D of Figure 1 shows a recent aerial picture of the realignment of Briggs Alley. The vehicular alley connection to San Benito Street is now closed and the 83 foot by 20 foot City of Hollister right-of-way is presently covered with grass. It was anticipated that the easement for utilities would be maintained but that the remainder of the property would be assembled with other 400 block properties for a keystone project.

Ownership of the realigned section of Briggs Alley on the west portion of Assessor Parcel Numbers 054-011-016 and 031 was never transferred from the Redevelopment Agency to the City of Hollister. There is no known record of an agreement between the City of Hollister and the Redevelopment Agreement for the construction of the road.

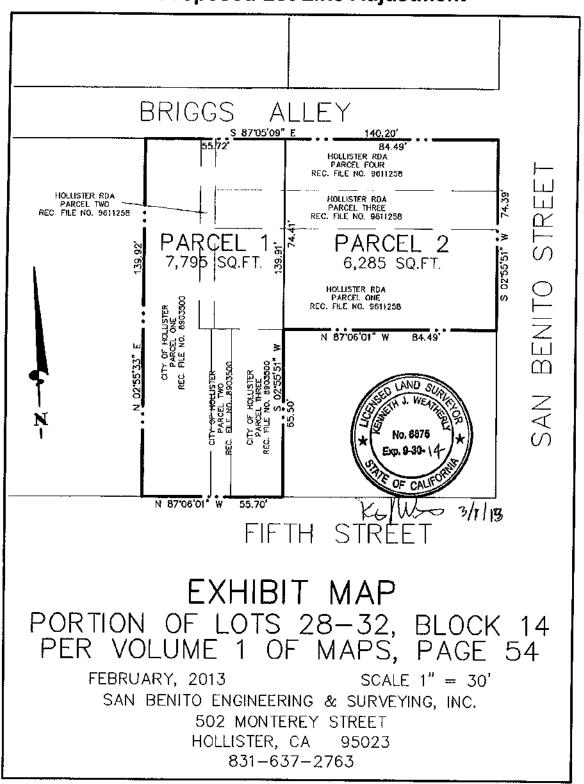
Approval and recordation of a lot line adjustment and deeds will be required to facilitate the transfer of the western portions of the alley from the Successor Agency to the City of Hollister. Staff has submitted a lot line adjustment application to the City of Hollister Engineering Department. Figure 2 illustrates that Parcel 1 would be 7,795 square feet. Successor Agency property encompasses about 2,612 square feet of Parcel 1. Parcel 2 of the lot line adjustment would be 6,285 square feet. All of Parcel 2 is Successor Agency property that is discussed in sections 4.B and 5.C of this report.

Recommendations:

Section 34191.5 (c)((1)(H)(2) of the Dissolution Act allows Fire Station 1 and the 7,795 square foot section of the re-aligned section of Briggs Alley to be transferred to the City of Hollister so that the governmental properties will remain for their intended use. The following recommendations will facilitate the transfer of the properties to the City of Hollister to continue their intended uses.

- 1. Oversight Board directs the City of Hollister Successor Agency to authorize the Executive Director to execute documents to record the lot-line adjustment shown on Figure 2 and transfer ownership of a 7,795 square foot Parcel 1 that is part of the realigned Briggs Alley in the lot-line adjustment to the City of Hollister. A 6,285 square foot parcel 2 would be placed in the Successor Agency Community Redevelopment Property Trust Fund.
- Oversight Board directs the City of Hollister Successor Agency to authorize the Executive Director to execute documents to transfer ownership of Fire Station 1 from the City of Hollister Successor Agency to the City of Hollister.

Figure 2
Proposed Lot Line Adjustment



CHAPTER 3: Properties that will be retained to fulfill an enforceable obligation (HSC 34191.5 (c)(2)

Section 34191.5 (c)(1)H)(2) of the Health and Safety Code requires that Successor Agencies identify in a Long Range Property Management Plan any properties that will be retained to fulfill an enforceable obligation. The City of Hollister Successor Agency does not have any properties that will be retained to fulfill an enforceable obligation.

Recommendations: None.

CHAPTER 4: Non-housing Successor Agency Properties that are not used for governmental purposes or to fulfill an enforceable obligation (HSC 34191.5 (c)(2)

The City of Hollister Successor Agency has two properties that could be disposed of as assets because the properties are not used for governmental purposes or to fulfill an enforceable obligation. These properties are the former Leatherback tar paper plant at 111 Hillcrest Road and the 400 Block Properties on San Benito Street often referred to as the "grassy lot".

4.A.1 LEATHERBACK PROPERTY DATA

Address (See Figure 3) 111 Hillcrest Road

Assessor Parcel Numbers/Size 056-025-019 = 3.10 acres (**See Figure 4**) 056-025-024= 3.36 acres

6.46 acres

General Plan (See Figure 5) Mixed-Use

Zoning Neighborhood Commercial Mixed Use

Acquisition

Date April 21, 2008
 Value at purchase \$4,000,000
 Cost of purchase \$4,000,000

Revenues of property from \$0

lease, rental etc.

Cost to Maintain Property

Weed Abatement and water: \$5,164

per year

Figure 3 - Leatherback – 111 Hillcrest Road (Aerial photo of tarpaper plant <u>PRIOR</u> to site clearance)

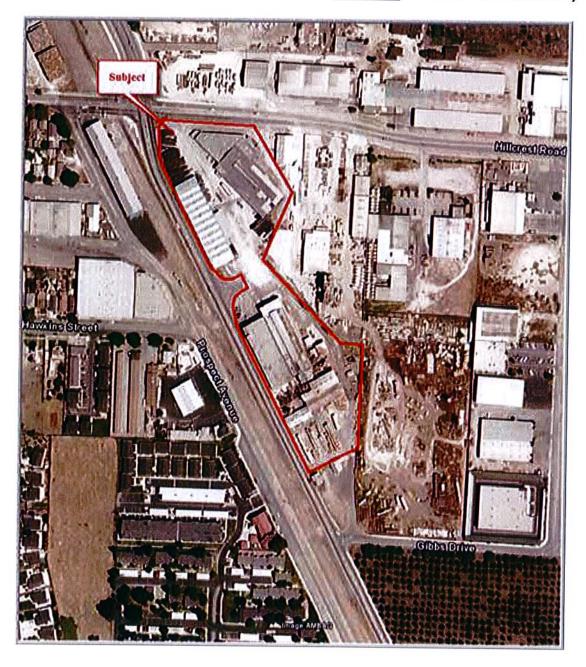
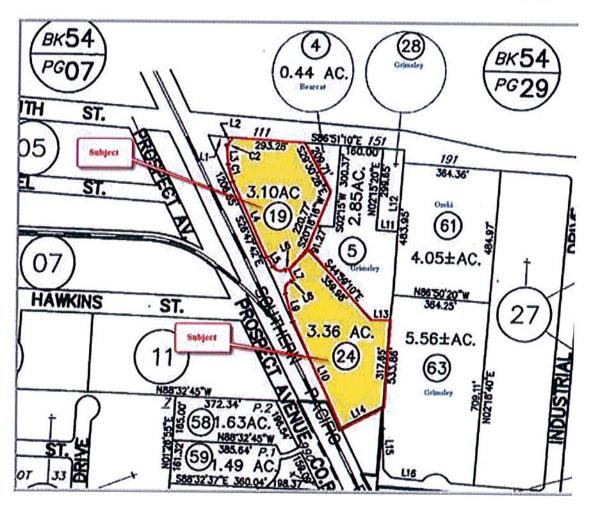


Figure 4 - Leatherback Properties
Assessor Parcel Number 054-025-019 & 054-025-024



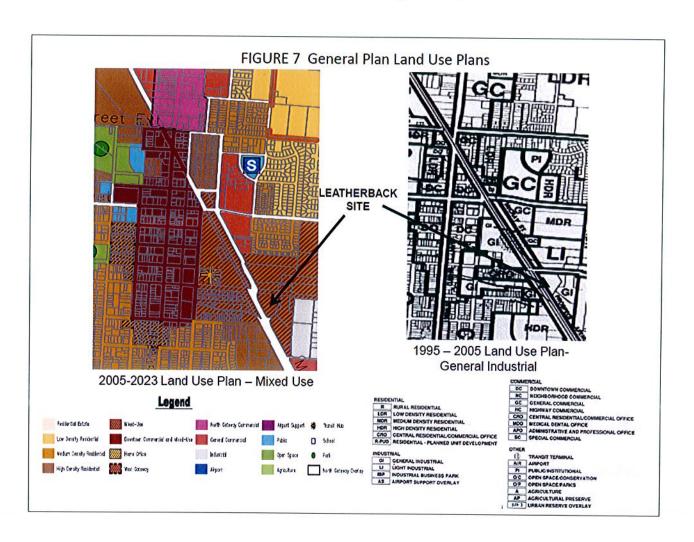
4.A.2 Purpose of purchase of Leatherback property.

The City of Hollister Redevelopment Agency spent \$4,000,000 to acquire the Leatherback property and spent \$930,538 to clear the site. The purpose of the acquisition and demolition was to eliminate blight, remove a non-conforming industrial land use and to facilitate economic revitalization.

The Redevelopment Plan adopted the General Plan and Zoning of the land uses of the Redevelopment Plan. The City of Hollister 2005-2023 General Plan revision charted a new course for land use south and east of downtown Hollister. The new land use plan replaced the industrial land use designation with a Commercial and Mixed Use high-density residential/commercial land use designation as shown on Figure 5. An existing tomato cannery and associated warehouses, a walnut processing plant, cement plant

and the former Leatherback tar paper plant all became non-conforming land uses. When the Leatherback plant closed, the Redevelopment Agency acquired the facility to eliminate one of the non-conforming land uses. The property served as a pivotal acquisition for economic development because it had the potential to begin the transition of industrial land uses to commercial and mixed commercial and high-density residential land uses near the city center. The acquisition has the potential to link three commercial areas in Hollister – the Historic Downtown, McCray Street, and Tres Pinos/Airline Highway.

Figure 5 – Changes to General Plan Land Use designation at Leatherback Properties



4.A.3 The history of environmental contamination, any designation as a brownfield site and any related environmental studies and remediation efforts.

Contaminated soils were removed from the Leatherback property at a depth of at least five feet as a part of the site clearance between 2010 and 2011. The property was not classified as an official brownfield site.

4.A.4 Description of the property's potential for transit-oriented development and advancement of the planning objectives of the successor agency.

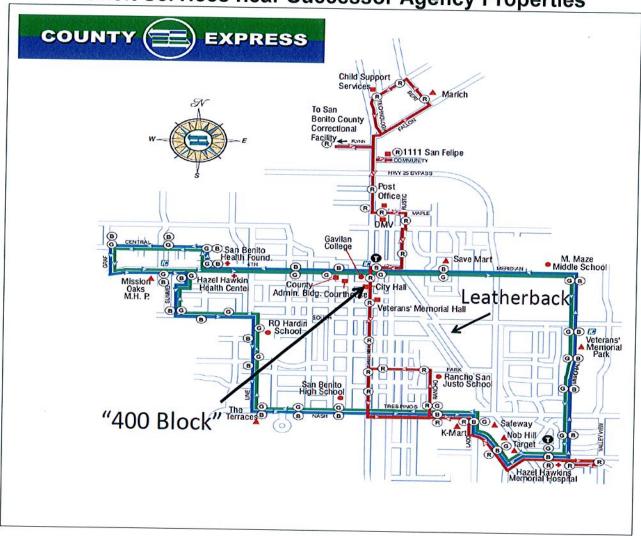
A Southern Pacific Railroad rail track parallels the west side of McCray Street. The track primarily serves an existing tomato cannery to the west. A substantial upgrade to the track bed or an alternative type of rail car would be required for the existing track to support passenger services. The City of Hollister General Plan identifies two potential transit hubs. The southern hub would be roughly 1000 feet west of the property frontage on South Street generally between Sally and Pine Streets. The second site is located north of downtown Hollister just over a mile to the north.

San Benito Transit presently provides Dial-a-Ride Service and transit service on three fixed routes in the City of Hollister as shown on Figure 6. None of the fixed routes bypass the Leatherback property frontages on Hillcrest Road and McCray Street. The closest stop is situated 900 feet from the southwest corner of the property near the intersection of Park Street and Rancho Drive for the "Red Line". The "Red Line" provides north-south service to the industrial area of Hollister and Community Workforce Development Center off of San Felipe Road, passes through downtown Hollister on San Benito Street, bypasses the nearby Prospect Villa Senior apartments with connections to commercial uses along Tres Pinos Road, Ladd Lane, the Heritage Plaza shopping center and to medical offices near Hazel Hawkins Memorial Hospital. The "Blue" and "Green" lines provide transit services to the perimeter of Hollister. The closest stops are located on Tres Pinos Road roughly 0.55 to 0.70 mile to the south.

The City of Hollister received an Environmental Justice Transportation Planning Grant from Caltrans in 2012 to prepare a Complete Streets Planning Study for the section of McCray Street fronting the Leatherback property. The planning study will examine and formulate a plan to improve all modes of transportation on McCray Street between Hillcrest Road and Airline Highway and on Sunnyslope/Tres Pinos/Nash Roads between Memorial Drive and Homestead Avenue.

As noted in Section 4.A.2, the project area is transitioning from industrial land uses to mixed use commercial and high density residential.

Figure 6
Transit Services near Successor Agency Properties



4.A.5 Brief history of previous development proposals and activity, including the rental or lease of property.

Redevelopment rental or lease activity: The Successor Agency has not rented or leased the property since it was acquired. The property remains vacant.

<u>History of previous development proposals:</u> The former Leatherback property is within the redevelopment project area in the City of Hollister legally known as the Hollister Project Area. The former City of Hollister Redevelopment Agency acquired the former Leatherback tar paper plant in 2008 when the business closed.

The former Agency conducted environmental review and funded the demolition of all previous buildings and materials from the former tar paper plant. Soils were removed

up to depth of at least five feet to clean up contaminated soils. Site clearance was substantially completed by June of 2011. The former Agency was unable to enter into an Exclusive Negotiating Agreement for the Leatherback property due to the passage of the Dissolution Act/Voluntary Program Act, subsequent litigation and the elimination of redevelopment.

4.B.6. Estimate of costs to maintain the property

Costs for maintenance of the Leatherback property are primarily related to weed abatement to avoid fire hazard. The estimated cost is \$5,000 per year

4.A.7 Estimate of the Current Value of the Property and Any Appraisal Information

The Leatherback property is located within an area of transition. Two legal nonconforming land uses border the property to the north and east - a walnut processing plant borders north of Hillcrest Road, outdoor storage of pallets and barrels for a tomato cannery are located to the northwest and a concrete batch plant abuts the property to the east. There are two large infill commercial developments associated with annexations of unincorporated islands. The larger 33-acre annexation area is situated north of Hillcrest Road and east of McCray Street. The property was approved for annexation in June 2013 with potential for 250,000 square feet of commercial development. A smaller 13-acre unincorporated island was recently annexed to the City of Hollister with a commercial zoning designation just south of the property. annexation area had one of the last orchards in the City of Hollister. Removal of the orchard was precipitated by condemnation of property for the construction of the bypass to State Highway 25 just east of the Leatherback property and associated construction of East Park Street between McCray Street and the bypass. It is anticipated that infill commercial development on the bypass corridor will occur within the near future. A Walgreens drug store is currently under construction at the southern tip of this annexation area at the intersection of Tres Pinos Road/Sunnyslope Road with Airline There is also potential for transition for the existing small lot single family homes on the west side of McCray Street and Prospect Avenue. These properties could be redeveloped for higher density mixed use.

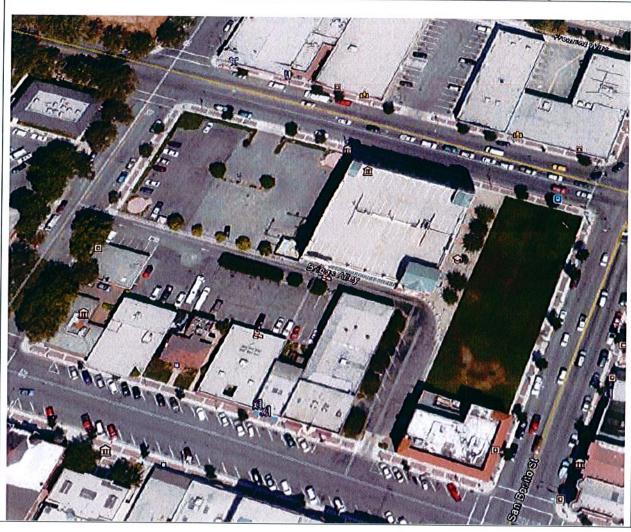
An appraisal of the property was prepared for this long-range property management plan for an "as is" fee simple value. The appraisal titled Appraisal Report 111 Hillcrest Road, Hollister California, June 18, 2013, Hollister, California was prepared by Michael Cullinan, Cullinan Appraisal and Realty and is hereby incorporated by reference into this plan. The appraisal report can be viewed at the City of Hollister Successor Agency home page at http://hollister.ca.gov/Site/html/gov/office/successor.asp. The report concluded that the "as is" fee simple value of 6.46 acre site as of June 18, 2013 is \$1,830,000 or \$12.25 per square foot.

The appraisal report includes the following notations regarding supply and demand and the valuation of the property and the value of the property.

- There was a thin basis of comparative sales of commercial property of similar size in the City and the region. There is a significant amount of vacant commercial/mixed use designated land located along Fourth Street in the "West Gateway" entrance to Hollister that is vacant but not actively listed for sale.
- There are numerous commercial sites in the downtown area that have been listed for sale for a number of years with minimal activity.
- Several smaller downtown properties with buildings are selling for below replacement cost which has resulted in minimal market demand for downtown specific vacant sites.
- There is greater interest and demand for larger sites that can support larger modern style buildings.
- The existing supply of vacant commercial sites is greater than the demand but interest appears to be increasing for better located sites.

The June 2013 appraised value for the Leatherback property of \$1.8 million dollars is less than half of the \$4 million dollars the RDA paid when the agreement to purchase the property was approved in April 2008 prior to the financial "meltdown" in the fall of 2008.

Figure 7
Successor Agency Properties on 400 Block "Grassy Lot"



4.B.1 400 BLOCK PROPERTY DATA

Addresses (See Figure 8) 400, 410, 414,420, 422, 426, 434 and

438 San Benito Street

Assessor Parcel Numbers/Size 054-011-016 - 2,240 sq. ft. (See Table 1 and Figure 8) 054-011-030- 6,104 sq. ft..

054-011-036 - 11,700 sq. ft.

20,044 sq. ft.

General Plan Downtown Commercial Mixed-Use

Zoning Downtown Mixed Use (40 du/acre)

Acquisition

Dates
Value at purchase
Cost of purchase
1994-1995 - See Table 2
\$703,000 - See Table 2
\$703,000 - See Table 2

Revenues of property from \$0

lease, rental etc.

Cost to Maintain Property Maintain grass and water: \$8,132

The 400 Block properties are commonly referred to as the "Grassy Lot". These properties include part of the one-way realigned Briggs Alley described in Chapter 2 of this report, two other City of Hollister properties and Successor Agency properties. Table 1 lists the size of each assessor parcel in the 400 Block "Grassy Lot" area along with the amount of land that is recommended to be transferred to the City of Hollister for continued use as a roadway.

Table 1 lists two City of Hollister properties that are part of the "Grassy Lot". One of the City of Hollister properties is a section of the Briggs Alley right-of-way that is now covered with turf. The second property consists of a portion of San Benito County Assessor's Parcel 054-011-036 that was the former New China Café property. The property was purchased by the City of Hollister in 1991.

TABLE 1

Successor Agency Properties on 400 Block Grassy Lot			
Assessor Parcel /Recorder's Number and date	Address	Size	Land Use
054-011-016	430 San Benito Street	2,240 SQ. FT.	East Portion: 1,697 SQ FT. Grassy lot/seasonal farmer's market, non-profit staging area West Portion: 553 SQ FT. portion of alley
054-011-030 Grant Deed #9506713 8/29/1995	434 , 438 San Benito Street	6,104 SQ. FT.	East Portion: 4,015 SQ. FT. Grassy lot/seasonal farmer's market, non-profit staging area West Portion: 2,059 SQ FT. portion of alley
054-011-036 #9401450 2/1994	400, 410, 414, 420, 422, 426 San Benito Street	11,700 SQ. FT. (1)	Grassy lot/seasonal farmer's market, non-profit staging area

City	City of Hollister Properties on 400 Block Grassy Lot			
Assessor Parcel	Address	Size	Land Use	
None	Briggs Alley	About 2,804 SQ. FT. (2)	Grassy lot/seasonal farmer's market, non-profit staging area	
Portion of APN 054- 011-036		2,016 SQ. FT.	Former New China Café – Grassy lot/seasonal farmer's market, non-profit staging area	
Grant Deed 9109240 10/15/1991				

Notes:

- 1. A 2,016 square foot portion of this area is owned by the City of Hollister
- 2. Briggs Alley is a 20-foot by 80 foot right-of-way between assessor Parcel Numbers 054-011-016 and 054-011-036.

Figure 8 - Current Assessor Parcel Map 400 Block San Benito Street (west side)

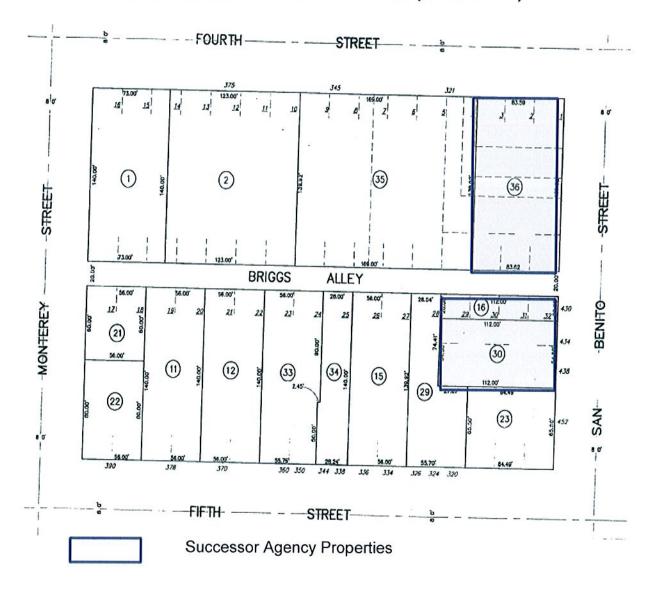


Table 2 Successor Agency Acquisitions on the 400 Block

Successor Agency Properties on 400 Block Grassy Lot				
Assessor Parcel Number	Date of Acquisition/ Recorder's Number	Value of property at the time of acquisition	Purchase Price	
054-011-016 054-011-030	August 14, 1995 : #9506713	\$63,000 (1) \$159,000(1)	\$222,000 for both vacant parcels	
054-011-036 (Current)				
054-011-005 (Retired) 054-011-007 (Retired) 054-011-032	February 2, 1994 Grant Deed	\$126,000 (2) \$ 45,000(2)	\$481,000 for two vacant parcels and one developed parcel	
(Retired)	#9401450	\$310,000(2)(3) 		

- (1) Hanna & Associates, Appraisal Report 430, 434 and 438 San Benito Street Two Parcels of Vacant Commercial Land APN's 054-0110-16 and 30, June 1995
- (2) Richard M. Betts, MAI, SRA, ASA, Appraisal of 400, 414, and 420-426 San Benito Street and 321 Fourth Street, Hollister CA, November 23, 1992
- (3) Appraised value of APN 054-011-032 included two buildings that were part of "Sunrise Plaza" with a total lease area of about 5,242 square feet. The third 1,336 square foot building had a bar and restaurant called "The Office". The cost to demolish the building was \$62,000.
- (4) APN 054-011-036 also includes the retired 2,016 square foot APN 054-011 that was purchased by the City of Hollister from the owners of the former New China Café the Tztoo family.

4.B.2. Purpose of purchase of 400 Block Properties.

The former Hollister Redevelopment Agency purchased several properties on the "400 Block" of San Benito Street to eliminate blight related to catastrophic damage to buildings from the Loma Prieta Earthquake. The acquisition also implemented programs in the 1991 Downtown Strategy and Plan to assemble the 400 Block properties for economic development and to facilitate the construction of the Briggs Building parking structure. The 1991 Plan was developed in response to the Loma Prieta earthquake and unrelated downtown fires.

In October of 1989, the Loma Prieta Earthquake severely damaged 14 buildings on seven blocks fronting Hollister's main street – San Benito Street - in Downtown Hollister.

Shortly after the earthquake there was a catastrophic fire from arson on the 600 block that destroyed additional buildings. An accidental fire also destroyed a movie theater that was red-tagged due to the earthquake on the 700 block.

Five unreinforced masonry buildings that were located on what is now called the "Grassy Lot" or the "400 Block" were severely damaged by the Loma Prieta earthquake and subsequently demolished. The Sunrise Plaza mini mall and a bar/restaurant called the Office remained but were surrounded by empty lots as shown on the lower half of Figure 9.

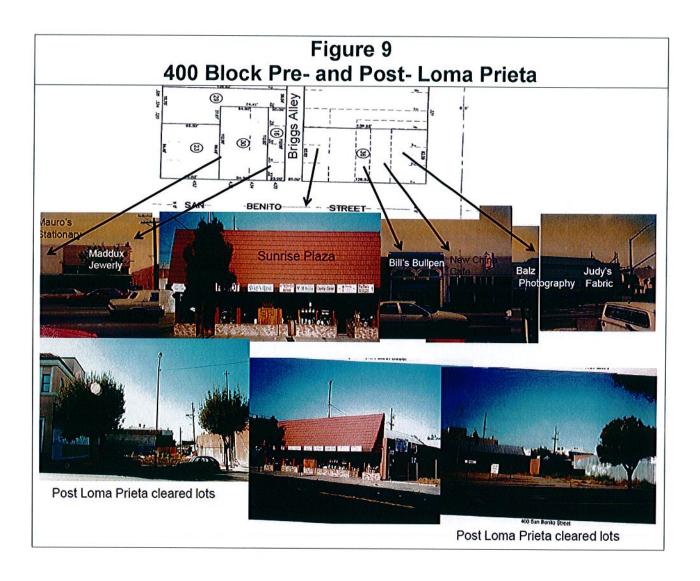


Table 3
400 Block businesses that were relocated or closed as due to structural damage from the Loma Prieta Earthquake

Assessor Parcel Number	Business Name	Address
Retired 054-011-005	Judy's Fabrics	400 San Benito Street
Retired 054-011-006	New China Cafe	410 San Benito Street
Retired 054-011-007	Bill's Bullpen	414 San Benito Street
None	Briggs's Alley	Realigned
054-011-016	Maddux Jewelry	430 San Benito Street
054-011-030	Mauro's Stationary	438 San Benito Street

The former City of Hollister Redevelopment Agency (RDA) pooled tax increment and grants from the federal Economic Development Administration and State Department of Commerce to fund the preparation of the <u>1991 Hollister Downtown Strategy Plan</u> to provide programs to address the catastrophic damage or destruction of over 20 buildings in Downtown Hollister. Strategies 1, 2, 4, 5, 7, 8, 10 and 11 pertained to the "400 Block"

Strategy 1: Create a Vibrant Downtown Core

Strategy 2: Locate the earthquake fault

Strategy 3: Reconstruct Earthquake damaged buildings

Strategy 4: Redevelop Sites Resulting from Earthquake or Fire

Strategy 5: Provide added Parking

Strategy 6: Strengthen and Rehabilitate Landmark Buildings
Strategy 7: Encourage Uses that Generate Nighttime Activity

Strategy 8: Enhance Entrances to Downtown

Strategy 9: Plan for Future Transition to Non-industrial uses

Strategy 10: Maximum Opportunities for In-town Housing

Strategy 11: Encourage a Retail/Housing Mix along San Benito Street

Strategy 12: Provide Public Streetscape Improvements

The Downtown Strategy and Plan identified the vacant lots on the 400 Block as an opportunity to assemble property and facilitate development of a large development project with a multi-use building (retail, cinema and housing). The former Redevelopment Agency purchased the 400 Block properties between 1994 and 1995. The purchase dates and prices are listed in Table 2. The Agency approved Resolution 94-05R on February 7, 1994 authorizing the purchase of the properties north of the now covered Briggs Alley "for the acquisition of real property in the 400 block on Fourth Street for the construction of a parking structure on Fourth Street and a commercial building known as the 400 Block Project". The retired assessor parcels APNs 054-011-

005, 007 and 032 are shown on Figure 1 in Chapter 2 of this report. The Agency approved Resolution 95-40R on August 7, 1995 to authorize legal actions to acquire the 400 block property south of the now covered Briggs Alley through eminent domain. This property is also shown on Figure 1 as APNs 054-011-016 and 030. Resolutions 94-05R and 95-50R are included in Appendix A.

Briggs Commercial Building and Parking Structure: The Agency also proceeded to support the acquisition of a car wash and construction of a multi-story commercial building and parking garage called the Briggs Building in 1994/1995. The "proposed concept" and site plan in the Engineer and Architect Report submitted with the City of Hollister Economic Development Grant application and the EDA Project # 07-01-03325 construction documents on file with the City of Hollister Building Department show a 29-foot wide pedestrian plaza on the east side of the parking structure that encroaches into retired Assessor Parcel Number 054-011-006 and 032, and close to one foot of the western edge of RDA Assessor Parcel Numbers 054-011-005 and 007.

The Economic Development Grant used to help fund the construction of the Briggs Building required single ownership of the building for the grant lien by the City of Hollister. A grant deed (recorder's number 9507181) was recorded on August 29, 1995 to merge former car wash acquired by the former RDA with a city owned parking lot (retired APNs 054-011-003 and 031) and transfer the ownership to the City of Hollister. A lot line adjustment was also approved in April of 1995 to transfer ownership of the nearly 29 by 140 foot pedestrian plaza from the former Agency to the City of Hollister. . A copy of the recorded lot line adjustment is provided in Appendix B. The lot line adjustment map shows that the majority of the former New China Café property (lot 5) was intended to be transferred to the Hollister Redevelopment Agency. It recently came to staff's attention that grant deeds were not recorded to complete the lot line Chapter 5 of this plan recommends recordation of the grant deeds to complete the intent of the lot line adjustment to merge the parcels acquired pursuant to Resolution 94-05R for the construction of a commercial building on the 400 block and the pedestrian plaza shown constructed with the parking structure as part of EDA Project #07-01-03325.

The following recommendations will facilitate the intended completion of the 1995 lot line adjustment

 Oversight Board directs the City of Hollister Successor Agency to authorize the City Manager to execute documents to record grant deeds to complete the recorded 1995 lot-line adjustment shown in Appendix B.

4.B.3. History of environmental contamination, any designation as a brownfield site and any related environmental studies and remediation efforts.

Environmental contamination/brownfield site/remediation efforts. None.

Environmental Studies. The 400 Block is located within the Alquist-Priolo Earthquake Hazard Zone for the East Branch of the Calaveras Fault. The Alquist-Priolo Special

Studies Zone Act requires a surface fault hazard investigation prior to new construction or reconstruction of buildings to establish the presence or absence of surface fault rupture on property in a fault hazard zone. If a fault is located, a non-buildable area is established on the property that prohibits the construction of structures for human occupancy. The former City of Hollister Redevelopment Agency (RDA) commissioned a surface fault hazard investigation to clear the 400 Block properties for development in 1991. A copy of the trenching map is provided in Appendix C. A potentially active surface fault was not located and the property was cleared for new development.

4.B.4. Description of the property's potential for transit-oriented development and advancement of the planning objectives of the successor agency.

The 400 Block property is one of the optimal locations in Hollister for transit-oriented mixed use development. San Benito Transit presently provides Dial-a-Ride Service and transit service on three fixed routes in the City of Hollister. Both of the fixed routes have stops within a block of the 400 Block property as show on Figure 6. The "Red' Line" provides north-south service to the industrial area of Hollister and Community Workforce Development Center off of San Felipe Road, passes through downtown Hollister on San Benito Street, bypasses the nearby Prospect Villa Senior apartments with connections to commercial uses along Tres Pinos Road, Ladd Lane, the Heritage Plaza shopping center and to medical offices near Hazel Hawkins Memorial Hospital. The 'blue' and 'green' lines provide transit services to the perimeter of Hollister.

4.B.5. Brief history of previous development proposals and activity, including the rental or lease of property.

Rental or lease activity: The Successor Agency has not rented or leased the 400 Block grassy lot since it was acquired. However, the City Council adopted policy for use of the 400 Block in 2001 and updated the policy in 2010. In 2001, Resolution 2001-176 stated that the 400 Block could be used for a local non-profit organization for a group activity open to the public. Approval from the City Clerk was required with conditions with performance standards for the use of the property and hours of use. In 2010, the City Council passed Resolution 2010-24 recognizing the 400 Block as a location for future economic development but updated the performance standards for use of the property by non-profits for group activities open to the public. Examples of uses of the 400 Block are listed below:

- Seasonal Farmer's Market
- Movies Under the Stars
- Water Conservation demonstrations
- Staging area for parades

- Street Lighting Ceremony Holiday trees
- Walk a Mile in her Shoes staging area
- Downtown summer street festival

<u>History of previous development proposals</u>: The majority of the development proposals for the 400 Block have contemplated use of the assembled parcels for a commercial or mixed use two story structure. Table 4 summarizes RDA approved resolutions to

Table 4
History of Exclusive Negotiating Agreements for 400 Block

Date	Resolution Number	Action	Use
1992-1994		RDA negotiates with Mauro family for a Development and Disposition Agreement to develop the 400 Block site with a movie theater.	
12/12/1994	94-79R	Authorize Exclusive Negotiating Agreement with Green Valley	Two-story mixed use building 34,000 sq. ft. building with a theater, restaurant, and retail and office space.
3/6/1995	95-24R	Extension of time to period to negotiate with Barry Swenson Builders	Same as above.
June 30, 1998	98-12R	Authorize Exclusive Negotiating Agreement with Lexmar Development Company LLC	Performing Arts Center
	98-26	Extension of time period to negotiate with Lexmar	
7/17/2000	2000-22R	Authorize ENA for the Center for the Arts of San Benito	
8/6/2001	2001-R Extension of time to period to negotiate	County	
9/17/2001	2001-76	Policy for use of 400 Block by non-profits	
	2004-26R	Authorize ENA with Todd Dubois.	Hotel
October 2002- December 2008	Not applicable	State imposed sewer moratorium prohibiting issuance of building permits	
March 15, 2010	2010-24	Policy for use of 400 Block by non-profit organizations.	

authorize execution of Exclusive Negotiating Agreements between 1994 and 2004. The first agreements around 1994 and 1995 were for a mixed use building with a multi-plex cinema that was a "near term" project identified in the 1991 Downtown Strategy and Plan. However, construction of a multiplex theater just east of downtown on McCray Street brought the project to a standstill.

In 2000 the RDA entered into an agreement with Lexmar Development Company for a Center for the Arts.

New construction was halted in late 2002 in the City of Hollister due to a state imposed sewer moratorium. The RDA entered into a third agreement for a hotel in 2004, but lifting of the sewer moratorium took longer than anticipated. Initial plans to construct a wastewater treatment plant were altered. The City of Hollister ultimately constructed a regional water reclamation facility designed to serve unincorporated properties in unincorporated pockets surrounded by the city and new development in an urban water area established by interagency agreements. The sewer moratorium was lifted just after the onset of the Great Recession in December 2008. Consequently, the 2004 agreement faltered. The City of Hollister was a foreclosure hot spot during the foreclosure crisis in 2008-2010 and all commercial development in Hollister came to a halt.

The 400 Block was identified in every Hollister Redevelopment Agency five-year implementation plan as an opportunity for a larger scale commercial development of 40,000 square feet to 50,000 square feet (see Table 5). The update to the 2009-2014 implementation plan was prohibited by the legislation to eliminate redevelopment agencies. An uncirculated draft implementation plan identified the property for a 30,000 square feet mixed-use development project for the 400 Block. The change to mixed use reflected the recent revision to the City of Hollister 2005-2023 General Plan which was incorporated by reference into the Redevelopment Plan.

Table 5
History of Implementation Projects for the 400 Block

Implementation Plan Period	Project Description
1994-1999	Development of the Downtown parking facility and 8,700 square feet of retail space for the 400 Block of San Benito Street. The construction of garage will alleviate the congestion and lack of parking in the Downtown area two of the reasons that have been cited as being detrimental to attracting shoppers to the Downtown.
1999-2004	Development of the 400 Block Property—The Agency will facilitate the development of a vacant Downtown property. The development of the property is expected to provide approximately 40,000 square feet of commercial space. The development will attract people to the downtown stimulating the economic viability of the area.
2005-2009	Development of the 400 Block Property—The Agency will facilitate the development of a vacant Downtown property. The development of the property is expected to provide approximately 40,000 square feet of commercial space . The development will attract people to the downtown stimulating the economic viability of the area.
2009-2014 (<u>DRAFT</u>) (1)	400 Block Property—The Agency will facilitate the development of a vacant 400 Block property. The development of the property is expected to provide approximately 30,000 square feet of mixed-use space. This development will attract people to the downtown stimulating the economic viability of the Project Area.

Notes:

(1) The City of Hollister Redevelopment Agency was unable to complete the update to the 2009-2014 Implementation Plan due to the budget bill introduced by Governor Brown in early 2011 and ensuring legislation that prohibited completion of a Five Year Implementation Plan.

4.B.6. Estimate of costs to maintain the property

Costs for maintenance of the 400 Block include water for irrigation of the turf and labor to maintain the grass. Estimated costs are \$2,564 per year.

4. B.7. Estimate of the Current Value of the Property and Any Appraisal Information

An appraisal of the property was prepared for this long-range property management plan for an "as is" fee simple value. The appraisal titled Appraisal Report 400 Block Project, June 18, 2013, Hollister, California was prepared by Michael Cullinan, Cullinan Appraisal and Realty and is hereby incorporated by reference into this plan. The appraisal report can be viewed at the City of Hollister Successor Agency home page at http://hollister.ca.gov/Site/html/gov/office/successor.asp. The report noted that the 400 Block Grassy lot is one of the last remaining corner locations fronting San Benito Street at one of the busiest intersections in the City. The "as is" fee simple value as of June 18, 2103 was \$220,000 or \$12.25 per square foot. The value was considered to be toward the upper end of the value range because it is in a good location downtown. The appraised value was for a 17,984 square foot development area even though there are two separate parcels (6,285 square feet and 11,699 square feet).

The appraisal report includes the following notations regarding supply and demand and the valuation of the property.

- There is a significant amount of vacant commercial/mixed use designate land located along Fourth Street in the "West Gateway" entrance to Hollister that is vacant but not actively listed for sale.
- There are numerous commercial sites in the downtown area that have been listed for sale for a number of years with minimal activity.
- Several smaller downtown properties with buildings are selling for below replacement cost which has resulted in minimal market demand for downtown specific vacant sites.
- There is greater interest and demand for larger sites that can support larger modern style buildings.
- The existing supply of vacant commercial sites is greater than the demand but interest appears to be increasing for better located sites.

There are four vacant lots for sale within five hundred feet of the 400 block property. The lots have been for sale since before the 2008 recession.

CHAPTER 5 Disposition and Development Objectives for Successor Agency Properties

Health and Safety Code provides direction for disposition of Successor Agency properties that are not dedicated for governmental uses such as Fire Station 1 or for the purpose of fulfilling an enforceable obligation. Section 34191.3 (H)(2) states that "with the respect to the use or disposition of all other properties all of the following shall apply:

- (A) If the plan directs the use or liquidation of the property for a project identified in an approved redevelopment plan, the property shall transfer to the city, county, or city and county.
- (B) If the plan directs the liquidation of the property or the use of revenues generated

from the property, such a lease or parking revenues, for any purpose other than to fulfill an enforceable obligation or other than that specified in subparagraph (A), the proceeds from the sale shall be distributed as property tax to the taxing entities."

5.A. Property to be transferred to the City of Hollister to be continued to use for governmental purposes pursuant to Health and Safety Code Section 34818 (a)

- 1. Direct Successor Agency to approve a resolution authorizing the City Manager to execute documents to transfer ownership of Fire Station 1 to the City of Hollister.
- Direct Successor Agency to approve a resolution authorizing the City Manager to execute documents to record the lot line adjustment and deeds in order to transfer ownership of portion of the Fifth Street Parking lot shown as Parcel 1 on Figure 3 to the City of Hollister.

5.B Disposition of Leatherback Property

5.B.1 Issues for Leatherback Property:

- 1. The Hollister Redevelopment Agency spent nearly \$5 million to acquire a non-conforming tarpaper plant and associated costs with demolition and clearance of the property. There is potential for a buyer of the Leatherback property to undermine the intent of the former RDA to eliminate a blighted non-conforming land use and stimulate economic development and would also not maximize the value to the taxing agencies if the following happens after disposition:
 - a. The buyer "banks the property" and it remains vacant.
 - b. The new owner seeks to revert the land use(s) to industrial activities.
 - **c.** The buyer develops or leases the property with a marginal commercial, mixed-use activity.
- 2. The Leatherback property is an area of transition. Less than five years ago one of the last remaining orchards in Hollister was removed as result of the pending construction of a bypass for Highway 25 just south of the property. The Leatherback plant was previously used for processing garlic and agricultural products. Similar agricultural manufacturing uses remain in the area including a tomato cannery and associated warehouses and storage areas and a walnut processing plant. As stated previously in Section 4.A., these industrial uses are non-conforming and in time will be replaced with mixed-use development. A legal non-conforming ready-mix plant also borders the northern two thirds of the eastern property line. The land use on the southeast boundary of the property and the zoning is Industrial.
- 3. Development of multi-family residential land uses on the Leatherback property may be incompatible with the existing legal and legal non-conforming industrial land uses to the east.
- 4. The disposition of the Leatherback property presents an opportunity to fill a gap in the retail services available in the City of Hollister, increase property values, reduce

vehicle miles traveled and increase revenues to taxing entities. The City of Hollister is the population center and county seat of San Benito County¹ but is challenged with sales tax leakage and by the fact that nearly 50% of the workforce in the county commutes out of the county (US Census Bureau ACS, County to County Flows 2006-2008 three year estimates). A 2008 City of Hollister Retail Project Area analysis prepared by Economic Developments Systems estimated that, "within a three- and ten-mile trade area demand/supply ratio, in favor of demand over the supply (e.g. leakage outside of the three and ten-mile trade area), is formidable for a City of the size of Hollister." The report estimated leakage of over \$201 million dollars from most sectors of commercial services with the exception of grocery and liquor. Since the report was prepared, there is no longer a nursery, large furniture/appliance store, jewelry store, men's clothing store in Hollister. residents leave Hollister and San Benito County to purchase goods and services that are no longer available in the area. Again, the size of the Leatherback property provides an opportunity to fill a gap in retail services available in the City of Hollister and surrounding unincorporated areas, increase property values with an anchor tenant and the surrounding area.

5.B.2. Alternatives

- 1. Multi-family development
- 2. Mixed Use Development
- Commercial center

The zoning for the property would allow high density residential, a mixed use development with commercial and high density residential or establishment of commercial land uses. Alternatives 1 and 2 are not recommended as a priority for disposition of the property because the potential land use conflicts with the existing non-conforming ready mix plant and potential conflicts with existing conforming industrial uses on the southeast boundary of the property identified for industrial land use in the City of Hollister 2005-2023 General Plan.

5.B.3. Leatherback Property Disposition Objectives

- A. Use a development and disposition agreement as a tool to assure a commercial development occurs that increases the property value and facilitates economic development by providing commercial services that are either unavailable in Hollister or expands commercial services to meet the demand in the community.
- B. Use a development disposition agreements as a tool to avoid land banking and stagnation of property tax values.

¹ The second incorporated area in San Benito County is the City of San Juan Bautista which has a population of 1,855 people.

5.B.4. Recommendations for Disposition of the Leatherback Property

 Successor Agency to solicit a request for qualifications to enter into a Development Agreement for a commercial development that complies with the objectives for the Leatherback Property in this Long Range Property Management Disposition Plan.

5.C 400 Block Property

5.C.1. Issues for 400 Block Property

- 1. The 400 Block is a 40,000 square foot commercial use project in the most recent Five Year Implementation Plan. The 400 Block grassy lot was proposed as a Mixed Use 30,000 square foot project in the draft update to the Five Year Implementation Plan but the Agency was unable to complete the plan in 2011 due to prohibitions related to the Dissolution Act.
- 2. The Redevelopment Agency, the City of Hollister and the Hollister Downtown Association recognize the 400 Block as a strategic property for economic development in Downtown Hollister.
- 3. Non-contiguous small portions of the 400 Block Property are owned by the City of Hollister.
- 4. There have been collective efforts of the Redevelopment Agency over that past 22 years to support economic development on the 400 Block and other parts of downtown. Those efforts included implementing the following measures in the 1991 Downtown Strategic Plan.
 - a. façade improvement assistance to over 25 buildings.
 - b. funding of seven surface fault hazard investigations to facilitate reconstruction of buildings demolished as a result of the Loma Prieta Earthquake or destroyed by unrelated fires.
 - c. preparation of a streetscape beautification plan.
 - **d.** funding the installation of streetscape the beautification plan (new sidewalk pavers, coordinated street tree plantings, sidewalk furniture, street lights and street lighting.
 - e. acquisition of properties on the 400 block to assemble land for a larger catalyst development.
 - f. assistance to the Hollister Downtown Association.
 - **g.** assistance with the construction of the bypass to Highway 25 through downtown Hollister.
 - h. rehabilitation of signature buildings such as the Veteran's Memorial Building.
 - i. assistance with the construction of the Briggs Building commercial building and parking structure.

The Agency also provided funding for a \$300,000 surface fault hazard investigation on the former Fremont School site to support efforts to keep a new courthouse facility downtown instead of relocating to the industrial area of Hollister. The Alquist Priolo Earthquake Fault Hazard Act did not require a surface fault hazard investigation on the Fremont School site because the property was outside of mapped fault hazard zones.

However, the State courts would not consider the Fremont School site because it was located between the mapped fault hazard zones for the East and main branch of the Calaveras Fault. The fault study cleared the way for a downtown courthouse that is presently under construction a block west of the 400 Block in downtown Hollister.

Hasty disposition of the 400 Block without a strategic project could waste an opportunity to develop the 400 block grassy lot for its intended purpose as a catalyst property for economic development in the downtown area and the resulting realization of increased property values on the grassy lot and downtown area.

5.C.2. 400 Block Grassy Lot Objective

A. Use a disposition and development agreement or development agreement as a tool to assure that disposition of the 400 Block property facilitates development of the site as a keystone property in Downtown Hollister to support economic development.

5.C.3. Recommendations for Disposition of the 400 Block Property

- 1. Direct the Successor Agency to authorize the Executive Director to execute grant deeds to complete the 1995 Lot-line adjustment illustrated in Attachment 1.
- Direct the Successor Agency to authorize the Executive Director and Successor Agency to record the lot line adjustment and grant deeds shown in Figure 3 to do the following:"
 - a. Transfer the portion of the Briggs Alley realignment shown as Parcel 1 on Figure 3 to the City of Hollister.
 - b. Merge the Successor Agency lots south of Briggs Alley that are not used for governmental purposes shown as Parcel 2 on Figure 3.
- 3. Direct the Successor Agency to negotiate an agreement with the City of Hollister for a first option to purchase the 400 Block property within an 18 month period beginning with the date of the acceptance of the Long Range Property Management Plan by the Oversight Board and Department of Finance. The intent of the agreement is to allow the City of Hollister to continue the use of the grassy lot for non-profit activities open to the public until an agreement can be negotiated for a keystone commercial or mixed use development on the 400 Block.
- 4. If recommendation 3 fails, the Successor Agency shall proceed with issuance of a request for qualifications to enter into a development agreement for a 30,000 to 40,000 square foot mixed use building or all commercial building that is designed to conform to the Section 7 Design Guidelines in the 2008 Hollister Downtown Strategy Plan.

Resolution No. 94-05R

RESOLUTION OF THE REDEVELOPMENT AGENCY OF THE CITY OF HOLLISTER ACCEPTING DEED OF PROPERTY IN 400 BLOCK OF SAN BENITO STREET

WHEREAS, the Redevelopment Agency of the City of Hollister has authorized acquisition of real property in the 400 block of San Benito Street for the construction of a parking structure on Fourth Street and of a commercial building known as the 400 Block Project; and

WHEREAS, the Redevelopment Agency of the City of Hollister has authorized entry into a contract on January 26, 1994 with the owners of such property to acquire the same and such acquisition is now pending in escrow, which is ready to close upon acceptance by the Agency of a deed to such property;

NOW, THEREFORE, IT IS HEREBY RESOLVED BY THE BOARD OF DIRECTORS OF THE REDEVELOPMENT AGENCY OF THE CITY OF HOLLISTER that the Chair of the Agency is authorized to execute the attached Certificate of Acceptance of the deed of the real property from grantors shown on Exhibit "A" comprising Assessor's Parcel Nos. 54-110-7, 54-110-32 and 54-110-5 which deed is hereby accepted by the Agency.

The foregoing Resolution was adopted at a regular meeting of the Redevelopment Agency of the City of Hollister held on the 7th day of February, 1994, by the following vote:

AYES: Agency Members Boomer, Irish, Hallberg, Duran, and Mayor Felice.

NOES: None.

ABSENT: None.

ABSTAINING: None.

Chair of the Redevelopment Agency

ATTEST:

Secretary of the Redevelopment Agency

Exhibit "A"

The Deed for the property comes from the following Grantors:

FOR PARCEL ONE: J. B. Howard, an unmarried man, Al Sanchez and Emily Sanchez, husband and wife, Marjorie Silvera, and Marjorie C. Silvera and Robin Cecilia Langley, as Trustees of the Melvin Frank Silvera and Marjorie C. Silvera Trust, dated August 24, 1989, as their interest appear of record, as to Parcel One;

FOR PARCEL TWO: John B. Howard, a married man as his sole and separate property; Adolph A. Sanchez, a married man, as his sole and separate property, and Marjorie C. Silvera and Robin Cecilia Langley as Trustees of the Melvin Frank Silvera and Marjorie C. Silvera Trust dated August 24, 1989, as their interests appear of record, as to Parcel Two;

FOR PARCELS THREE, FOUR AND FIVE: The John B. Howard 1992 Trust; John B. Howard Trustee under revocable trust agreement dated September 24, 1992; Adolph A. Sanchez and Emily M. Sanchez, husband and wife, as community property; Marjorie C. Silvera and Marjorie C. Silvera and Robin Cecilia Langley as Trustees of the Melvin Frank Silvera and Marjorie C. Silvera Trust, dated August 24, 1989, as their interests appear of record, as to Parcel Three, Four and Five.

CERTIFICATE OF ACCEPTANCE

This is to certify that the interest in real property conveyed by the deed or grant deed dated January 26, 1994, from J. B. Howard, et al., to the Redevelopment Agency of the City of Hollister, a municipal corporation, is hereby accepted by order of the Board of Directors of the Redevelopment Agency on February 7, 1994, and the grantee consents to recordation thereof by its duly authorized officer.

Date:

Though the data requested here is not required by law,

it could prevent freudulent reaffachment of this form.

February 7, 1994

TEADULA ALL DISPARE ACCUANT ENGUENT

SEESCHOOLING WITH OUR CONTRACTOR	GUNDANIA DO CONTROL IN I	.011 20000000000000000000000000000000000
State of California)	OPTIONAL SECTION
	 }	CAPACITY CLAIMED BY SIGNER
County of San Benito		Though slatute does not require the Notary to
Pob 7 100/	rolding & Johnson Materia Dublic	fill in the data below, doing so may prove invaluable to persons relying on the document.
On Feb. 7, 1994 before me, Ger	raldine A. Johnson, Notary Public,	INDIVIDUAL INDIVIDUAL
		X CORPORATE OFFICER(S)
personally appeared Joseph F. Fe.	ice	Chairman
. , , , , , , , , , , , , , , , , , , ,	NAVIE(S) OF SIGNER(S)	T(TLE(S)
🔲 🗓 personally known to me - OR - 🔲 pro	oved to me on the basis of satisfactory evidence	PARTNER(S) LIMITED GENERAL
	to be the person(s) whose name(s) is/are	ATTORNEY-IN-FACT
	subscribed to the within instrument and ac-	<u></u>
	knowledged to me that he/she/they executed	TAUSTEE(S)
B erter Marken 1860 billet in 1100	the same in his/her/their authorized capacity(ies), and that by his/her/their	GUARDIAN/CONSERVATOR
OFFICIAL SEAL	signature(s) on the instrument the person(s),	OTHER:
GERALDINE A. JOHNSON	or the entity upon behalf of which the	·
MOTARY PUBLIC - CAUFORNIA	person(s) acted, executed the instrument.	
COUNTY OF SAN SINITO		SIGNER IS REPRESENTING:
Сотт. Ехр. Липе 1, 1994	WITNESS my hand and official seal.	NAME OF PERSON(S) OR ENTITY(IES)
	h	Redevelopment Agency
•	I Shelding Col Johnson	of the City of Hollister
	SIGNATURE OF NOTARY	
	OPTIONAL SECTION	
THIS CERTIFICATE MUST BE ATTACHED TO THE DOCUMENT DESCRIBED AT RIGHT:	TITLE OR TYPE OF DOCUMENT CERTIFICATE	of Acceptance
THE DOCOMENT DESCRIBED AT UNITE	WILLIAMS OF DAYS OF DOOLS	CHT Fahrmary 7 1004

SIGNER(S) OTHER THAN NAMED ABOVE None

RESOLUTION NO. 94-40R

RESOLUTION OF THE BOARD OF DIRECTORS OF THE
HOLLISTER REDEVELOPMENT AGENCY DETERMINING THAT
THE PUBLIC INTEREST AND NECESSITY
REQUIRE THE ACQUISITION OF AN EASEMENT AND DIRECTING
THE FILING OF EMINENT DOMAIN PROCEEDINGS

DOWNTOWN PARKING STRUCTURE PROJECT

IT IS RESOLVED by the Board of Directors of the Hollister Redevelopment Agency, California, as follows:

WHEREAS, it is desirable and necessary for the Hollister Redevelopment Agency to acquire an easement, more particularly described in Exhibit "A", attached hereto and made a part hereof by reference, in order to construct a downtown parking structure; and

WHEREAS, the Board of Directors of the Hollister

Redevelopment Agency is vested with the power of eminent domain

to acquire real property by virtue of Article 1, Section 19, of

the Constitution of the State of California, Section 33391 of the

Health and Safety Code of the State of California, and Sections

1240.050, 1240.110, 1240.120, 1240.125, 1240.150, and 1240.410 of

the Code of Civil Procedure of the State of California; and

WHEREAS, pursuant to the provisions of Section 1245.235 of the Code of Civil Procedure of the State of California, notice has been duly given to all persons whose property is to be acquired by eminent domain and whose names and addresses appear on the last San Benito County equalized assessment roll, all of whom have been given a reasonable opportunity to appear and be

ON FILE IN THE OF THE CITY CLERK. CITY OF HOLLISTER heard before the Board of Directors of the Hollister Redevelopment Agency on the following matters:

1

- (a) Whether the public interest and necessity require the project;
- (b) Whether the project is planned or located in the manner that will be most compatible with the greatest public good and the least private injury; and
- (c) Whether the property sought to be acquired is necessary for the project;
- (d) Whether the offer required by Government Code Section 7267.2 has been made to the owner(s) of record.

NOW, THEREFORE, IT IS FOUND, DETERMINED, AND ORDERED as follows:

- 1. The public interest and necessity require the project for the construction of a downtown parking structure:
- 2. The project is planned and located in the manner which will be most compatible with the greatest public good and the least private injury;
- 3. The taking of the easement, more particularly described in said Exhibit "A", is necessary for the project;
- 4. The offer required by Section 7267.2 of the Government Code of the State of California has been made to the owner or owners of record of the easement;
- 5. The law firm of Meyers, Nave, Riback, Silver & Wilson is hereby authorized and directed to institute and conduct to conclusion an action in eminent domain for the acquisition of the

APPENDIX A

estates and interests aforesaid and to take such action as he may deem advisable or necessary in connection therewith;

6. An order for prejudgment possession may be obtained in said action and a warrant issued to the State Treasury Condemnation Fund, in the amount determined by the Court to be so deposited, as a condition to the right of immediate possession.

The foregoing Resolution was adopted at a regular meeting of the Board of Directors of the Hollister Redevelopment Agency held on the 20th day of June, 1994, by the following vote:

AYES: Agency Members Boomer, Irish, Duran, Guzman, and Chairman Felice.

NOES: None.

ABSENT: None.

Secretary of the Board of

birectors

APPROVED AS TO FORM:

Attorney for the Hollister Redevelopment Agency

LEGAL DESCRIPTION

 $\frac{1}{p(r+\Delta)}\frac{2^{p}}{r^{2}}$

An easement for a right of way for ingress and egress granted by Kathleen A. Vukasovich Cislini, a single woman, and Jolene Vukasovich, a single woman, to Chevron, U.S.A., Inc., recorded as Document No. 8402733 of Official Records, Records of San Benito County, California, on June 4, 1994, beginning at the Northeasterly corner of Lot 10 in the Southerly line of Fourth Street, as shown on said Map, and running thence along the Southerly line of Fourth Street S. 88° 32' E. 40.00 feet; thence S. 40° 07' 30" W. 64.03 feet to a point in the Easterly line of Lot 10; thence along the Easterly line of Lot 10 North 1° 28' East 50.00 feet to the point of beginning.

APPENDIX B

City of Hollister

9503336

RECORDING REQUESTED BY: City of Hollister

AND WHEN RECORDED MAIL TO: City of Hollister Engineering Department 375 Fifth Street Hollister, CA 95023 Recorded at the request of CITY, OF HOLLISTER

APR 2 0 1995

SAN BENITO COUNTY RECORDER,

SPACE ABOVE THIS LINE FOR RECORDER'S USE_____

APPROVAL CERTIFICATE NO. 95-7

WHEREAS, the City Engineer of the City of Hollister did review a request for approval of lot line map showing a change of property boundaries, said map being attached and referred to as Exhibit "A" and a part of this Certificate; and

WHEREAS, the City Engineer does find said lot line adjustment to be in conformance with the 20ming Ordinance of the City of Bollister; further, evidence presented does not indicate a confilet with any known legislation pertinent to said lot line adjustments; and

WHEREAS, the lot line adjustment is described by the attached legal descriptions labeled Exhibit "B" and made a part of the Certificate; and

WHEREAS, approval for the lot line adjustment was granted by City Engineer of the City of Hollister as evidenced by the lot line adjustment application attached and referred to as Exhibit "C" and made a part of this Certificate; and

WHEREAS, this certificate shall become valid only after being recorded with the Clerk of San Benito County;

	YES	N)
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NOTICE IS HERREY GIVEN that pursuant to Government Code Section 66412(d), and upon application of the undersigned owner(s) of record, the following lot line is hereby approved by the City of Hollister by its City Engineer.

We, as owners of precord, hereby acknowledge our consent to the above described lot line adjustment.

Bay hander	Date 1/12/95
*Signature of Owner(s) need to be notarized.	Date
Approved by the City of Hollister City Engineer	Date 4/17/-35

- - - - - - - - - -

OWNER:

.

APPENDIX B

9503336

State of CALIFORNIA	_
County of SAN BENITO	_
On APRIL 12, 1995 before me,	NORMA B. BRIDWELL, NOTARY PUBLIC
personally appeared <u>BARRY JOINSON</u>	
NORMA 8. BROWELL COMM. P 1056070 Notary Public — Colifornia SAN BENTO COUNTY Med Corring Finding CCT 1/2, 1999	red to me on the basis of satisfactory evidence to be the person(xx) whose name(x) is/xxx subscribed to the within instrument and acknowledged to me that he/xxxx/xxxxx authorized the same in his/xxxx/xxxxxxx authorized capacity(xxxxx), and that by his/xxxxxxxxxxx signature(xx) on the instrument the person(xx) or the entity upon behalf of which the person(xx) acled, executed the instrument.
Though the data below is not required by law, it may prove	NOTATIONAL SIGNATURE OF HOTARY FIONAL evaluable to persons relying on the document and could prevent
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Though the data below is not required by law, it may prove fraudulent reattachment of this form. CAPACITY CLAIMED BY SIGNER INDIVIDUAL	PESCRIPTION OF ATTACHED DOCUMENT
Though the data below is not required by law, it may prove traudulent reattachment of this form. CAPACITY CLAIMED BY SIGNER INDIVIDUAL CORPORATE OFFICER INDIVIDUAL LIMITED LIMITED GENERAL TRUSTEE(S)	PESCRIPTION OF ATTACHED DOCUMENT APPROVAL CERTIFICATE NO. 95-7
Though the data below is not required by law, it may prove fraudulent reattachment of this form. CAPACITY CLAIMED BY SIGNER INDIVIDUAL CORPORATE OFFICER INDE(S) PARTNER(S) LIMITED GENERAL TRUSTEE(S) GUARDIAN/CONSERVATOR	PAPEROVAL CERTIFICATE NO. 95-7 TITLE OR TYPE OF DOCUMENT
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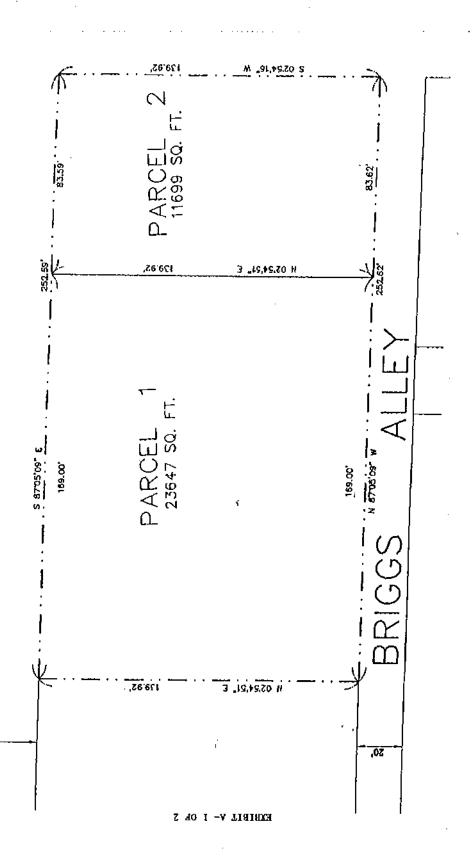
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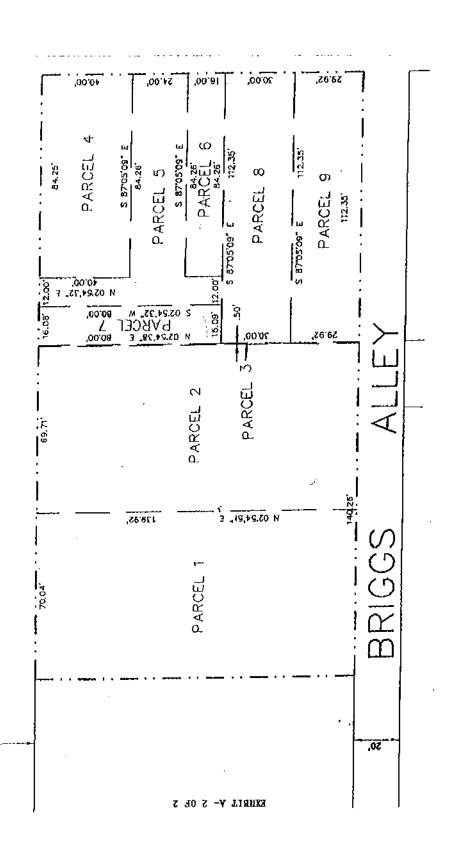
FOURTH STREET

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FOURTH STREET



SAN BENITO STREET

EXHIBIT B- 1 OF 2

PARCEL 1

BEING A PORTION of Lots 3, 4, 5, 6, 7, 8, and 9 in Block 14 according to the map thereof filed March 23, 1870 in Volume 1 of Maps, at page 54, San Benito County Records, being bounded by a line more particularly described as follows:

BEGINNING at the northwest corner of that certain 9801 square foot parcel as found on the Record of Survey for Redevelopment Agency dated April 13, 1994 and recorded in Book 11 of Maps, at page 72, San Benito County Records and running thence along the north line of said 9801 square foot parcel and it's easterly prolongation South 87° 05' 09" East 169.00 feet, thence southerly and parallel with the west line of said parcel South 2° 54' 51" West 139.92 feet to the north line of Briggs Alley as shown on the Record of Survey; thence along said north line North 87° 05' 09" West 169.00 feet to the southwest corner of the said 9801 square foot parcel, thence along west line North 2° 54' 51" East 139.92 feet to the point of beginning.

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forms

EXHIBIT B- 2 OF 2

PARCEL 2

BEING A PORTION of Lots 1, 2 and 3 in Block 14 according to the map thereof filed March 23, 1870 in Volume 1 of Maps, at page 54, San Benito County Records, being bounded by a line more particularly described as follows:

BEGINNING at the northwest corner of that certain 9801 square foot parcel as found on the Record of Survey for Redevelopment Agency dated April 13, 1994 and recorded in Book 11 of Maps, at page 72, San Benito County Records and running thence along the north line of said 9801 square foot parcel and it's easterly prolongation South 87° 05' 09" East 169.00 feet to the TRUE POINT OF BEGINNING thence continuing along said prolongation South 87° 05' 09" East 83.59 feet to the northeast corner of the above said Lot 1; thence along the east line of Lot 1 South 2° 54' 16" West 139.92 feet to the southeast corner of Lot 1, thence along the south line of Lots 1, 2 and 3 North 87° 05' 09" West 83.62 feet to a point that bears South 87° 05' 09" East 169.00 feet from the southwest corner of the above said 9801 square foot parcel, thence North 2° 54' 51" East 139.92 feet to the TRUE POINT OF BEGINNING.

CITY OF HOLLISTER EXHIBIT C- 1 OF 2

ENGINEERING DEPARTMENT

375 Fifth Street, Hollister, California
111. APPLICATION FOR LOT LINE ADJUSTMENT

IMPORTANT: PLEASE READ AND FOLLOW THIS APPLICATION CAREFULLY:

1. Applicant(s): REDEVELOPMENT AGENCY OF THE
CITY OF HOLLISTER
Address: 375 FIFTH ST.
HOLLISTER CA. 95023
Phone: (408) 636-4316
2. Applicant's interest in property: To Build PARKING LOT
STRUCTURES
3. Name and Address of Property Owner(s): REDEVELOPMENT AGENCY
OF THE CITY OF HOLLISTER + CITY OF HOLLISTER
Phone:
4. Name and Address of Engineers SAN BENITO ENGINEERING
SURVEYING INC. 502 MONTEREY ST. HOLLISTER
Phone: (408) 637 - 2763
5. Property Location:
Street Number: SW CORNER OF SAN BENITO ST. F FOURTH ST.
Assessor's Parcel Number(s): 54-11-3 5 6 7 31 32
. This Property is presently zoned: C-Z-S
. General Plan Land Use Map Designation: General Commercial
. Total number of parcels before and after lot line adjustment:
Before: 69 After: 2-
. Existing or previous use of property: RETAIL

EXHIBIT C- 2 OF 2

10. Proposed Use of Pro	operty: Pap	NING LOT. ST	Συς τυ R Ε	
11. Date: March 2	3,1995 5191	yature of Applica	RDA	
I (We) hereby ce owner(s) of property in application, and that all respects true and c	volved in this the statements a orrect.	application, that and information o	contained nerein are	a۱
Signature of Owner		ignature of Owner	~ <i>[///</i>	
Date Received:				
Fee Receiveds		fved By:		
APPROVALS City Engineer:	1.	Date:	4/17/95	-
Approval Certificate Numb	oer: <u>7.5-</u>	Date:	4/17/4.5	_

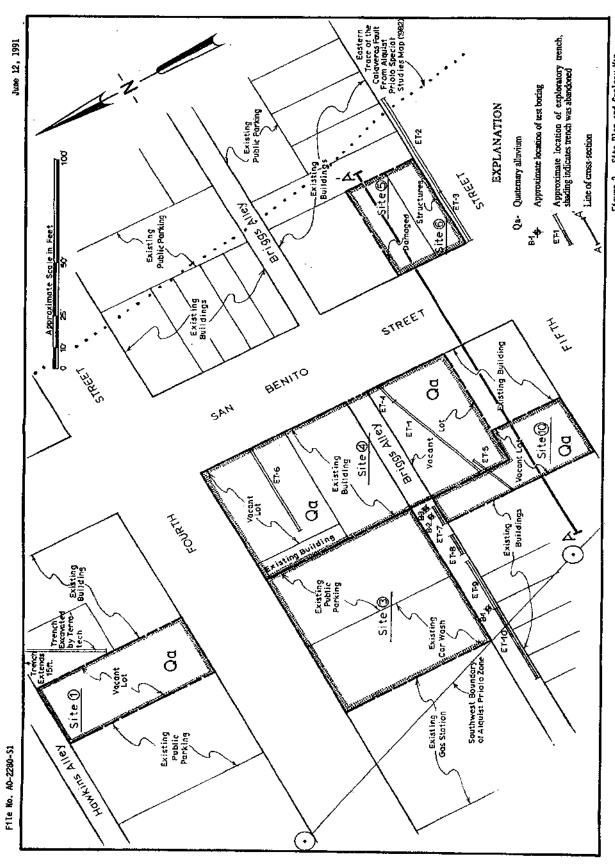


Figure 2 - Site Plan and Geology Map